

***ST. MARY PARISH COUNCIL***

**Primary Government Financial Statements  
St. Mary Parish, State of Louisiana**

**Annual Financial Statements  
with Independent Auditors' Report**

**And**

**Independent Auditors' Reports on Internal Control and Compliance and Other Matters  
For the Year Ended December 31, 2014**

# ST. MARY PARISH COUNCIL

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## INDEPENDENT AUDITORS' REPORT

To the Chairman and Members of the St. Mary Parish Council  
Franklin, Louisiana

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information, and the respective budgetary comparisons for the General Fund, Road Construction & Maintenance Fund, and Sanitation Fund of the St. Mary Parish Council (Council), as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Council's primary government as listed in the table of contents under Basic Financial Statements. We have also audited the financial statements of each of the Council's nonmajor governmental funds presented as supplementary information, as defined by the Government Accounting Standards Board in the accompanying combining and fund financial statements and individual fund budgetary comparison schedules as of and for the year ended December 31, 2014, as listed in the table of contents under Supplementary Information – Nonmajor Governmental Funds.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Fairview Treatment Center and Claire House, both non-major governmental funds, which statements represent .6 percent, .5 percent, and 8.0 percent respectively of the assets, net position, and revenues of the governmental activities of the primary government. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion insofar as it relates to the amounts included for those two funds, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### **Opinions**

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the primary government of the St. Mary Parish Council as of December 31, 2014, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund, Road Construction & Maintenance Fund, and Sanitation Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the primary government of the St. Mary Parish Council as of December 31, 2014, and the respective changes in financial position, and respective budgetary comparisons, where applicable thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Emphasis of Matters**

As discussed in Note 1, the financial statements referred to above include only the primary government of the St. Mary Parish Council, which consists of all funds, organizations, institutions, agencies, departments, and offices that comprise the Council's legal entity. These primary government financial statements do not include financial data for the Council's legally separate component units, which accounting principles generally accepted in the United States of America require to be reported with the financial data of the Council's primary government. As a result, the primary government financial statements do not purport to, and do not, present fairly the financial position of the reporting entity of the St. Mary Parish Council as of December 31, 2014, the changes in its financial position, or where applicable, its cash flows, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

We have audited, in accordance with auditing standards generally accepted in the United States of America, the financial statements of the reporting entity of the St. Mary Parish Council as of and for the year ended December 31, 2014, and our report thereon, dated June 23, 2015 expressed an unmodified opinion on those financial statements.



## Other Matters

### Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis and Required Supplementary Information – Schedule of Funding Progress, as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

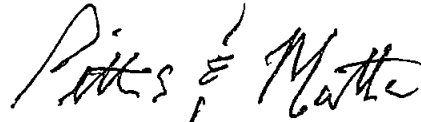
### Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the Council's primary government. The accompanying schedule of expenditures of federal awards, required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and the information listed as General Supplementary Information in the table of contents are presented for the purposes of additional analysis and are not a required part of the basic financial statements of the Council's primary government.

The schedule of expenditures of federal awards and the information listed as General Supplementary Information in the table of contents are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information, except for that portion marked "unaudited" has been subjected to the auditing procedures applied in the audit of the basic financial statements of the Council's primary government, and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, based on our audit, the procedures performed as described above, and the reports of other auditors, the schedule of expenditures of federal awards and the information listed as General Supplementary Information in the table of contents is fairly stated in all material respects in relation to the basic financial statements of the Council's primary government as a whole. The information marked unaudited has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly we do not express an opinion or provide any assurance on it.

**Other Reporting Required by Government Auditing Standards**

In accordance with Government Auditing Standards, we have also issued our report dated June 17, 2015, on our consideration of the St. Mary Parish Council's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and in considering St. Mary Parish Council's internal control over financial reporting and compliance.



CERTIFIED PUBLIC ACCOUNTANTS

June 17, 2015  
Morgan City, Louisiana

## MANAGEMENT'S DISCUSSION AND ANALYSIS

## ST. MARY PARISH COUNCIL

### MANAGEMENT'S DISCUSSION AND ANALYSIS

As financial management of the St. Mary Parish Council (Council), we offer readers of these financial statements an overview and analysis of the financial activities of the Council. This narrative is designed to assist the reader in focusing on significant financial issues, identify changes in the Council's financial position, identify any material deviations from the approved budget documents, and identify individual fund issues and concerns. Readers should read the management's discussion and analysis (M D & A) in conjunction with the Council's financial statements and the notes to the financial statements also included in this report.

#### FINANCIAL HIGHLIGHTS

Key financial highlights for the year ending December 31, 2014 include the following:

- Assets and deferred outflows of resources of the primary government (which includes both governmental and business-type activities) exceeded its liabilities and deferred inflows of resources at the close of the year ended December 31, 2014 by approximately \$118 million (*net position*). Of this amount, approximately 9% or approximately \$10 million, (*unrestricted net position*) may be used to meet the Council's ongoing obligations to citizens and creditors.
- The Council's total net position increased by approximately \$800,000 during 2014. Governmental activities net position increased by approximately \$600,000 during 2014, while the business-type activities net position increased by approximately \$200,000.
- As of the close of the fiscal year, the Council's governmental funds reported combined ending fund balances of approximately \$100 million. Approximately \$800,000 is available for spending at the Council's discretion (*unrestricted fund balance*).
- At December 31, 2014, fund balance for the General Fund, the Council's primary operating fund, was approximately \$1.8 million. \$1.55 million is nonspendable for the non-current portion of receivables. The remaining \$200,000 is unassigned.
- Major asset additions include improvements to the landfill and pick-up station, two sanitation trash trucks, a bulldozer, and an excavator.
- Long-term debt at December 31, 2014, includes the cash defeasance of \$1.32 million of 2005 General Obligation Bonds. This defeasance will allow the property tax millage related to the Library Bonds to be reduced by .92 mills for 2015.

#### OVERVIEW OF THE FINANCIAL STATEMENTS

With the implementation of the Governmental Accounting Standards Board Statement No. 34, the government's presentation of the financial statements has been greatly changed. This discussion and analysis is intended to serve as an introduction to the Council's basic financial statements. These financial statements are for the primary government only and do not include any component unit financial statements. The Council's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) the notes to the financial statements. This

report also includes other supplementary information in addition to the basic financial statements themselves.

### **Government-Wide Financial Statements**

The government-wide financial statements, which include the Statement of Net Position and the Statement of Activities, are designed to be similar to private sector business in that all governmental and business-type activities are consolidated into columns which add to a total for the primary government. These statements combine the governmental fund's current financial resources with the capital assets and long-term obligations associated with the Council. Also presented in the government-wide financial statements is a total column for the business-type activities of the primary government.

The Statement of Net Position presents information on all of the Council's assets, deferred outflow of resources, liabilities, and deferred inflow of resources; with the difference reported as net position. Over time, changes in net position may serve as a useful indicator of whether the financial position of the Council is improving or deteriorating.

The Statement of Activities presents information showing how the Council's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. For example, uncollected taxes and earned but unused vacation leave result in cash flows for future periods. The focus of the Statement of Activities is on both the gross and net cost of various activities that are provided by the government's general tax and other revenues. This is intended to summarize information and simplify the user's analysis of the cost of various governmental services and/or subsidies to various business-type activities.

Both of the government-wide financial statements distinguish between functions of the Council that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Council include general government and administration, public safety, public works, sanitation, culture and recreation, health and welfare, urban redevelopment and housing and economic development and assistance. The business-type activities of the Council include the solid waste landfill, small animal control and Kemper Williams Park. The government-wide financial statements can be found on pages 15-16 of this report.

### **Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Council, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Traditional users of governmental financial statements will find the fund financial statement presentation more familiar. The focus is now on major funds, rather than generic fund types.

**Governmental Funds** – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. The governmental major funds presentation is presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan is typically developed. Unlike the government-wide financial statements, governmental fund financial statements focus on near-term outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's current financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near term financing decisions. Both the governmental funds balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Council maintains 45 governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General, Road Construction & Maintenance, Sanitation, Capital Improvement, CDBG Recovery, and the Combined Sewer Construction funds, all of which are considered to be major funds. Budgetary comparison schedules are also presented for each major fund except for the Capital Improvement and Combined Sewer Construction funds which do not have legally adopted budgets. Data from the other 39 funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements and individual budgetary comparison schedules, when applicable, elsewhere in this report. The basic governmental funds financial statements can be found on pages 17-26.

**Proprietary Funds** – The Council maintains three separate proprietary or enterprise funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Council uses enterprise funds to account for its solid waste disposal plant, recreation park and small animal control operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Reduction and Transfer Fund (solid waste disposal plant) and the Kemper Williams Park fund since both are considered to be major funds of the Council. Because the Small Animal Control fund is the only remaining enterprise fund, it is also being presented in the basic financial statements, even though the Council considers it to be a nonmajor fund.

**Notes to the Financial Statements** – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes are a required part of the basic financial statements and can be found on pages 27-66.

**Other Information** – In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information, such as the budgetary comparison schedules for three of the major funds—General Fund, Road Construction & Maintenance Fund, and Sanitation Fund. The Council has chosen to present these schedules as part of the basic financial statements.

The supplementary information section referred to earlier in connection with the non-major governmental funds is presented immediately following the notes to the financial statements.

Also included in this report are the Office of Management and Budget A-133 Single Audit auditor reports, findings and schedules.

# GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following table reflects the condensed Statement of Net Position for 2014, with comparative figures from 2013:

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
<b>Assets:</b>						
Current and other assets						
(other than internal balances)	\$ 31,209,975	\$ 33,079,159	\$ 3,851,090	\$ 2,843,259	\$ 35,061,065	\$ 35,922,418
Restricted assets	-	-	3,556,432	3,109,952	3,556,432	3,109,952
Internal balances	(6,864,574)	(8,111,173)	6,864,574	8,111,173	-	-
Capital assets, net	<u>107,619,607</u>	<u>108,607,342</u>	<u>21,333,941</u>	<u>21,083,228</u>	<u>128,953,548</u>	<u>129,690,570</u>
Total assets	131,965,008	133,575,328	35,606,037	35,147,612	167,571,045	168,722,940
Deferred outflows of resources	-	-	220,000	245,000	220,000	245,000
Total assets and deferred outflows of resources	<u>131,965,008</u>	<u>133,575,328</u>	<u>35,826,037</u>	<u>35,392,612</u>	<u>167,791,045</u>	<u>168,967,940</u>
<b>Liabilities:</b>						
Current Liabilities						
(other than internal balances)	6,516,167	5,242,143	1,340,651	1,053,907	7,856,818	6,296,050
Long-term liabilities	<u>25,187,900</u>	<u>28,300,394</u>	<u>17,070,580</u>	<u>17,487,580</u>	<u>42,258,480</u>	<u>45,787,974</u>
Total liabilities	<u>31,704,067</u>	<u>33,542,537</u>	<u>18,411,231</u>	<u>18,541,487</u>	<u>50,115,298</u>	<u>52,084,024</u>
<b>Net position:</b>						
Net investment in capital assets	86,318,562	83,404,108	8,441,961	7,476,248	94,760,523	90,880,356
Restricted	13,108,688	16,445,751	(363,186)	(766,466)	12,745,502	15,679,285
Unrestricted	<u>833,691</u>	<u>182,932</u>	<u>9,336,031</u>	<u>10,141,343</u>	<u>10,169,722</u>	<u>10,324,275</u>
Total net position	<u>\$ 100,260,941</u>	<u>\$ 100,032,791</u>	<u>\$ 17,414,806</u>	<u>\$ 16,851,125</u>	<u>\$ 117,675,747</u>	<u>\$ 116,883,916</u>

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Council, assets plus deferred outflow of resources of the primary government exceeded liabilities by approximately \$118 million as of December 31, 2014; this is an increase of \$1 million from 2013. This change in net position is the net effect of current year activity. All of these factors will be discussed in more detail later in this analysis. The largest portion of the Council's net position (81%) or approximately \$94 million reflects its investment in capital assets (e.g. land, building, equipment, improvements, construction in progress and infrastructure), less any debt used to acquire those assets that is still outstanding. The Council uses these capital assets to provide services to citizens; consequently these assets are not available for future spending. Although the Council's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the Council's net position (11%) or \$12.7 million represents resources that are subject to external restriction on how they may be used. This amount has decreased from the prior year by approximately \$3 million. The remaining balance of unrestricted net position, approximately \$10 million or 8%, may be used to meet the government's ongoing obligations to citizens and creditors. As of December 31, 2014, the Council was able to report positive balances in all three categories of net position for the government as a whole, as well as for its separate governmental activities. There was

however, a deficit in restricted net assets in the business-type activities for December 31, 2014 which was caused by the excess of non-capital related long term debt (the liability for landfill closure and post closure care costs) which exceeded the assets set aside for this liability. This deficit decreased by approximately \$250,000 in 2014.

**Governmental Activities:** Governmental activities increased net position by approximately \$200,000. Increases in ad valorem taxes, operating grants and contributions and royalty road funds, offset by a decrease in sales and use taxes funds were the main factors for the 2014 increase.

**Business-type Activities:** Net position from business-type activities increased by \$500,000 or approximately 3%. An increase in revenues along with a decrease in operating transfers were the main factors.

The table on the following page provides a summary for both governmental and business-type changes in net position for the year ended December 31, 2014 with comparative totals for the year ended December 31, 2013.

The Council's total operating revenues for the year ended December 31, 2014 were approximately \$42.3 million and the total cost of all programs and services was \$41.1 million. Net position increased by \$800,000 from *operations* during the year. The following analysis separately describes the operations of governmental and business-type activities.

*Governmental activities* net position increased by approximately \$200,000 in 2014. The cost of all governmental activities this year was \$36 million. As shown in the Statement of Activities on the following page, the amount that the taxpayers of St. Mary Parish financed through taxes, royalties and assessments was approximately \$22.1 million. The amount in revenues that was paid by those who directly benefited from the programs was \$3.1 million and \$12 million was funding received from other governments and organizations by means of grants and contributions. Interest received on investments amounted to approximately \$200,000.

Program revenues, which amounted to approximately \$15.1 million covered approximately 42% of total governmental costs, the remainder was paid with taxes and other revenues, such as investment earnings, royalties, and state revenue sharing.

The Council's largest program in governmental activities is for public works, with \$10.6 million or 28% of total resources applied thereto. Following that is general government (19%), health and welfare (15%), public safety (14%), sanitation (10%), and culture & recreation (6%).



St. Mary Parish Council  
Statement of Changes in Net Position  
For the years ended December 31,

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Revenues:						
Program Revenue:						
Charges for services	\$ 3,103,389	\$ 3,160,103	\$ 4,141,018	\$ 4,287,900	\$ 7,244,407	\$ 7,448,003
Operating grants and contributions	10,070,461	9,241,958	139,256	33,578	10,209,717	9,275,536
Capital grants and contributions	1,942,566	2,385,102	-	-	1,942,566	2,385,102
General Revenues:						
Sales and use taxes	7,291,457	7,601,464	-	-	7,291,457	7,601,464
Ad valorem taxes	4,139,897	3,444,951	-	-	4,139,897	3,444,951
Severance taxes	985,544	971,266	-	-	985,544	971,266
Other taxes, penalties and interest	67,454	67,243	-	-	67,454	67,243
Royalty road funds	9,171,434	8,859,854	-	-	9,171,434	8,859,854
State shared revenues	543,705	551,451	-	-	543,705	551,451
Investment income	208,368	123,005	26,548	148	234,916	123,153
Gain on sale of equipment	-	-	1,067	17,788	1,067	17,788
Payment from St. Mary Library Board	500,000	-	-	-	500,000	-
Proceeds from loss/damage of assets	-	51,313	-	-	-	51,313
Total revenues	<u>38,024,275</u>	<u>36,457,710</u>	<u>4,307,889</u>	<u>4,339,414</u>	<u>42,332,164</u>	<u>40,797,124</u>
Expenses:						
General government	7,177,908	6,781,408	-	-	7,177,908	6,781,408
Public safety	5,269,357	5,130,578	-	-	5,269,357	5,130,578
Public works	10,615,442	9,411,807	-	-	10,615,442	9,411,807
Sanitation	3,916,814	2,321,650	-	-	3,916,814	2,321,650
Culture & recreation	2,211,677	2,520,440	-	-	2,211,677	2,520,440
Health & Welfare	5,544,190	5,540,942	-	-	5,544,190	5,540,942
Urban redevelopment & housing	435,461	459,802	-	-	435,461	459,802
Economic development & assistance	242,924	231,272	-	-	242,924	231,272
Interest and fees on long-term debt	720,967	891,574	-	-	720,967	891,574
Solid Waste Landfill	-	-	4,333,311	4,573,742	4,333,311	4,573,742
Small Animal Control	-	-	337,925	309,181	337,925	309,181
Kemper Williams Park	-	-	734,357	672,266	734,357	672,266
Total expenses	<u>36,134,740</u>	<u>33,289,473</u>	<u>5,405,593</u>	<u>5,555,189</u>	<u>41,540,333</u>	<u>38,844,662</u>
Increase (decrease) in net position before special items and transfers	1,889,535	3,168,237	(1,097,704)	(1,215,775)	791,831	1,952,462
Transfers	<u>(1,661,385)</u>	<u>(2,390,500)</u>	<u>1,661,385</u>	<u>2,390,500</u>	<u>-</u>	<u>-</u>
Increase (decrease) in net position	<u>228,150</u>	<u>777,737</u>	<u>563,681</u>	<u>1,174,725</u>	<u>791,831</u>	<u>1,952,462</u>
Net position - beginning	100,032,791	98,925,278	16,851,125	15,869,458	116,883,916	114,794,736
Prior period adjustment	-	329,776	-	(193,058)	-	136,718
Net position - beginning (as adjusted)	<u>100,032,791</u>	<u>99,255,054</u>	<u>16,851,125</u>	<u>15,676,400</u>	<u>116,883,916</u>	<u>114,931,454</u>
Net position - ending	<u>\$ 100,260,941</u>	<u>\$ 100,032,791</u>	<u>\$ 17,414,806</u>	<u>\$ 16,851,125</u>	<u>\$ 117,675,747</u>	<u>\$ 116,883,916</u>

As mentioned previously, the Council's total net position increased by \$800,000 during the current year. *Governmental activities* net position increased by \$200,000. Some factors affecting the change in net position for governmental activities were:

1. Total revenues increased by approximately \$1.5 million or 4.3%. General revenues increased by \$1.2 million. This was mainly due to an increase in ad valorem taxes and Royalty Road Funds in 2014. Program revenues increased by \$300,000 mainly due to an increase in Operating Grants and Contributions and offset by a decrease in Capital Grants and Contributions.
2. Operating expenditures increased by approximately \$3.1 million or 8.5%. The main part of this increase is an increase in sanitation expenses of \$1.6 million and public works expenses of \$1.2 million. The increase in sanitation is due to expenses related to a new sewer project in the Parish. The increase in public works is due to several projects expended in the Road Construction and Maintenance Fund during 2014.

*Business-type activities* net position increased by approximately \$500,000 in 2014.

The main factor is the decrease in operating transfers in 2014.

The Reduction and Transfer fund had an excess of revenues over expenses for the year and the Small Animal Control fund and Kemper Williams Park funds had excesses of expenses over revenues for the year. After non-operating activities and operating transfers, the Reduction and Transfer fund, the Small Animal Control fund, and the Kemper Williams Park fund had increases in net position. The net effect, after transfers, was the overall increase in net position of approximately \$600,000 for all three enterprise funds.

## FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the Council uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

*Governmental Funds:* Governmental fund equity is classified into five categories: non spendable, restricted, committed, assigned and unassigned. A more detailed description of these classifications can be found in Note 1 to the financial statements on page 39-40.

As of the end of the current year, the Council's governmental funds reported combined ending fund balances of approximately \$20.6 million, a decrease of \$1 million in comparison to the prior year. At the end of 2014, approximately 59% or \$12.2 million of this total amount constitutes assigned fund balance. \$4.4 million, or 21%, is restricted for specific uses. \$3.1 million is considered non spendable for non-current receivables. The remaining \$884,000 is unassigned.

The General Fund is the chief operating fund of the St. Mary Parish Council. At the end of the fiscal year, total fund balance of the General Fund was approximately \$1.8 million. \$1.55 million is non spendable for non-current portion of receivables. The remaining \$200,000 is unassigned. Compared with total fund balance of approximately \$1.8 million at the end of 2013, fund balance decreased by \$90,000 during 2014.

Fund balance in the Road Construction and Maintenance Fund increased by approximately \$1.9 million. This increase is mainly due to an increase in royalty road funds.

*Proprietary Funds:* The Council's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. At the end of the current fiscal year, the Council's proprietary funds reported combined ending net position of approximately \$17 million, an increase of \$500,000 in comparison with the prior year.

The main contributor to this increase is realized in the Council's main proprietary fund which is the Reduction and Transfer Fund. This fund accounts for the operation of the parish's solid waste disposal plant. The Reduction and Transfer Fund also accounts for landfill closure and post closure care costs. In 2014, there was a net increase from operations and transfers of \$500,000.

There are two other proprietary funds. The Small Animal Control Fund had an increase in net position of approximately \$16,000 and the Kemper Williams Park Fund had an increase in net position of approximately \$73,000.

#### GENERAL FUND BUDGETARY HIGHLIGHTS

The Council made revisions to the original appropriations which resulted in the final amended budget for 2014. Overall these changes resulted in an increase in budgeted revenues of approximately \$290,000 or approximately 4%. The majority of this amended increase is in the area of federal and state grants which makes up \$670,000. This difference is due to the Council's policy of not adopting budgets for grants until it is almost certain of the amount and timing of receipt of the grant monies.

When actual results for 2014 are compared with the final budget, revenue collections were under budget by \$600,000. This was due to the fact that State Shared Revenue and Investment revenues were less than anticipated in 2014.

The actual charges to appropriations (expenditures) were \$650,000 under the final budgeted amounts.

#### CAPITAL ASSET AND DEBT ADMINISTRATION

**Capital Assets:** From the schedule below, the Council's investment in capital assets for its governmental and business-type activities as of December 31, 2014 amounts to \$130 million (net of accumulated depreciation). This investment in capital assets includes land, infrastructure, buildings, equipment and furniture and various construction projects within the parish.

	Governmental		Business-type		Total	
	Activities		Activities			
	2014	2013	2014	2013	2014	2013
Land	\$ 1,870,876	\$ 1,870,876	\$ 2,052,372	\$ 2,052,372	\$ 3,923,248	\$ 3,923,248
Land improvements	-	-	1,750,227	1,750,227	1,750,227	1,750,227
Construction in progress	2,899,550	1,887,343	50,068	314,569	2,949,618	2,201,912
Infrastructure	75,560,523	78,560,660	-	-	75,560,523	78,560,660
Buildings	10,048,231	10,520,454	142,950	152,238	10,191,181	10,672,692
Equipment and furniture	2,210,150	2,023,025	1,944,417	2,065,040	4,154,567	4,088,065
Improvements	15,030,277	13,744,984	15,393,907	14,748,782	30,424,184	28,493,766
Totals	<u>\$ 107,619,607</u>	<u>\$ 108,607,342</u>	<u>\$ 21,333,941</u>	<u>\$ 21,083,228</u>	<u>\$ 128,953,548</u>	<u>\$ 129,690,570</u>

Major capital asset events during the current fiscal year included the following:

- Charenton Canal Industrial Park -- \$330,000
- Landfill Pick-up Station Improvements -- \$980,000
- Courthouse Waterproofing -- \$712,000

**Long-term Debt:** The table below reflects the Council's long-term debt at December 31, 2014 with comparative figures from 2013. Governmental activities account for 62% of the total debt at December 31, 2014.

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
General obligation debt	\$ 9,672,000	\$ 11,606,000	-	-	\$ 9,672,000	\$ 11,606,000
Revenue bonds	10,370,000	12,197,694	-	-	10,370,000	12,197,694
Public parks and recreation bonds	820,000	1,075,000	-	-	820,000	1,075,000
Special assessment bonds	-	-	-	-	-	-
Bonds payable	-	-	\$ 12,960,000	\$ 13,675,000	12,960,000	13,675,000
Original issue premium	72,694	72,694	-	-	72,694	72,694
Original issue discount	-	-	(68,020)	(68,020)	(68,020)	(68,020)
Compensated absences	198,000	165,000	-	-	198,000	165,000
Total	<u>\$ 21,132,694</u>	<u>\$ 25,116,388</u>	<u>\$ 12,891,980</u>	<u>\$ 13,606,980</u>	<u>\$ 34,024,674</u>	<u>\$ 38,723,368</u>

Business-type long-term debt is responsible for \$13 million or 38% of the Council's total debt. This debt is comprised of two issues—Solid Waste Bonds, Series 2010 that were issued for expansion at the parish landfill and Solid Waste Sales Tax Bonds, Series 2013 that were issued to refund the 2008 bonds to reduce interest rates. The Council's total debt had a net decrease of approximately \$4.7 million during the current fiscal year. Additional information concerning the Council's long-term debt can be obtained from Note 12 on pages 51 through 56 of this report.

## ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

In the fiscal year 2015 Budget, ad valorem revenues are budgeted slightly more than the amount of the 2014 actual revenues. These revenues reflect 34% of general fund budgeted revenues and combined with transfers in, provide 70% of budgeted general fund revenues.

After a slight decrease in 2009, sales taxes in the parish have continued to increase through 2013. Sales Tax Collections decreased slightly in 2014 and are expected to again decrease slightly or remain flat in 2015. This is primarily due to a decrease in oil and gas work activity as a result of lower oil prices. In the Road Maintenance Fund, Royalty Road Revenues are budgeted less than the final revenue for 2014. The 2014 royalty road revenues increased slightly compared to the prior year and we are continually monitoring these funds. It is expected that Royalty Road Revenues will be slightly less than 2014, but will exceed our 2015 budgeted amount based on collections year to date. Except for garbage collection rates, which were adjusted in 2006 due to an increase in garbage collection charges under a new contract, the Parish's rates and charges for services remain the same for 2015 and revenues are budgeted to be about the same as in 2014.

These 2015 revenue projections combined with an increase in expenditures i.e. fuel costs, insurance, cost of goods, have required the Parish Council to provide a basic budget in order to continue to provide the level of service to its citizens.

In 2004 and 2005, the Parish Council had refunded much of its outstanding debt at a lower interest rate in order to lower its annual debt service and in some instances decrease the term. In 2008, two more issues were refinanced to obtain lower interest rates at a substantial savings to the Parish. The Parish also refunded outstanding Jail Construction Bonds which provided a lower interest rate and a decrease in the annual debt service requirement while providing an additional \$1.2 million for additional jail improvements to its mechanical systems, its electronic security system and provides for an emergency generator.

The Parish issued \$6.865 million in Sales Tax Public Improvement bonds in 2011 for the purpose of funding improvements to the St. Mary Parish Courthouse and several other Parish buildings. It is anticipated that these funds will be expended over the next two to three years. The annual debt service payment is budgeted in Fund 224, Sales Tax Bond Sinking fund. The final payment of the \$2.9 million, 2003 Public Improvement Bond was made in 2012, thereby freeing up the necessary sales tax revenues for this additional debt.

In 2015, the Parish's economic activity remains strong and steady except for the oil and gas industry sector. Sales taxes collections year to date are a reflection of that activity. We have been able to sustain a certain level of economic activity in various sectors and anticipate this to continue with an upswing in the latter part of 2015. It should be noted that the Parish workforce remains strong and the total number of parish residents working remains steady.

In 2006, the voters of St. Mary Parish approved to permit the berthing of a riverboat casino in the Parish. In 2007, the casino opened and as part of an agreement, the Parish received additional funds in the form of a direct payment. An annual payment was received in 2009, 2010, 2011, 2012, 2013 and 2014. These annual payments are expected to continue. The casino continues to operate and in addition to the creation of new jobs in the Parish, the economy continues to receive a positive impact through the purchase of goods and services.

#### REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the St. Mary Parish Council's finances for all those with an interest in the Council's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Henry C. LaGrange, Chief Administrative Officer, Fifth Floor—Courthouse, Franklin, LA 70538.

## BASIC FINANCIAL STATEMENTS

**ST. MARY PARISH COUNCIL**  
Statement of Net Position  
December 31, 2014

	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
Current assets			
Cash and cash equivalents	\$3,457,312	\$1,191,322	\$4,648,634
Investments	13,074,756	1,987,532	15,062,288
Receivables (net of allowances for uncollectibles)	892,554	569,047	1,461,601
Due from component units	2,498,938	1,898	2,500,836
Due from other governments	11,214,501	101,291	11,315,792
Other assets	71,914		71,914
Internal balances	(6,864,574)	6,864,574	-
Total current assets	<u>24,345,401</u>	<u>10,715,664</u>	<u>35,061,065</u>
Noncurrent assets			
Restricted cash		2,712,351	2,712,351
Restricted investments		844,081	844,081
Total restricted assets		<u>3,556,432</u>	<u>3,556,432</u>
Capital assets			
Land and improvements	1,870,876	3,802,599	5,673,475
Buildings, net of accumulated depreciation	10,048,231	142,950	10,191,181
Improvements other than buildings, net of accumulated depreciation	15,030,277	15,393,907	30,424,184
Equipment and furniture, net of accumulated depreciation	2,210,150	1,944,417	4,154,567
Infrastructure, net of accumulated depreciation	75,560,523		75,560,523
Construction in progress	2,899,550	50,068	2,949,618
Total noncurrent assets	<u>107,619,607</u>	<u>24,890,373</u>	<u>132,509,980</u>
Total assets	<u>\$131,965,008</u>	<u>\$35,606,037</u>	<u>\$167,571,045</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Gain on refunding	-	\$220,000	\$220,000
Total deferred outflows of resources	<u>-</u>	<u>\$220,000</u>	<u>\$220,000</u>
Total assets and deferred outflows of resources	<u>\$131,965,008</u>	<u>\$35,826,037</u>	<u>\$167,791,045</u>
<b>LIABILITIES AND NET POSITION</b>			
Liabilities			
Current liabilities			
Accounts payable	\$1,474,397	\$602,961	\$2,077,358
Contracts payable	1,236,225		1,236,225
Retainage payable	241,045	7,690	248,735
Accrued liabilities	540,085		540,085
Due to component units	100,000		100,000
Due to other governments	104,452		104,452
Accrued interest payable	193,963		193,963
Current portion of long-term debt	2,626,000	730,000	3,356,000
Total current liabilities	<u>6,516,167</u>	<u>1,340,651</u>	<u>7,856,818</u>
Noncurrent liabilities			
Other post-employment benefits	6,753,900	1,032,600	7,786,500
Compensated absences	198,000		198,000
Long-term debt	18,236,000	12,161,980	30,397,980
Landfill closure costs and post-closure care costs		3,876,000	3,876,000
Total noncurrent liabilities	<u>25,187,900</u>	<u>17,070,580</u>	<u>42,258,480</u>
Total liabilities	<u>31,704,067</u>	<u>18,411,231</u>	<u>50,115,298</u>
Net Position			
Net investment in capital assets	86,318,562	8,441,961	94,760,523
Restricted for:			
Debt service	2,391,405	938,140	3,329,545
Other purposes	10,717,283	(1,301,326)	9,415,957
Unrestricted	833,691	9,336,031	10,169,722
Total net position	<u>100,260,941</u>	<u>17,414,806</u>	<u>117,675,747</u>
Total liabilities and net position	<u>\$131,965,008</u>	<u>\$35,826,037</u>	<u>\$167,791,045</u>

**ST. MARY PARISH COUNCIL**

Statement of Activities  
Year Ended December 31, 2014

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business- type Activities	Total
Governmental activities							
General government	\$7,177,908	\$1,408,912	\$910,763		(\$4,858,233)		(\$4,858,233)
Public safety	5,269,357	10,110	1,340,430	\$50,000	(3,868,817)		(3,868,817)
Public works	10,615,442		2,881,068	1,504,912	(6,229,462)		(6,229,462)
Sanitation	3,916,814	1,346,585	167,228		(2,403,001)		(2,403,001)
Culture & recreation	2,211,677	57,032	81,586	387,654	(1,685,405)		(1,685,405)
Health & welfare	5,544,190	280,750	4,245,875		(1,017,565)		(1,017,565)
Urban redevelopment & housing	435,461		443,511		8,050		8,050
Economic development & assistance	242,924				(242,924)		(242,924)
Interest on long-term debt	700,492				(700,492)		(700,492)
Fees on long-term debt	20,475				(20,475)		(20,475)
Total governmental activities	36,134,740	3,103,389	10,070,461	1,942,566	(21,018,324)		(21,018,324)
Business-type activities							
Solid Waste Landfill	4,333,311	3,856,466				(476,845)	(476,845)
Small Animal Control	337,925	138,112				(199,813)	(199,813)
Kemper Williams Park	734,357	146,440	139,256			(448,661)	(448,661)
Total business-type activities	5,405,593	4,141,018	139,256	-		(1,125,319)	(1,125,319)
Total	\$41,540,333	\$7,244,407	\$10,209,717	\$1,942,566	(21,018,324)	(1,125,319)	(22,143,643)
General revenues:							
Taxes:							
Sales and use					7,291,457		7,291,457
Ad valorem taxes levied for general purposes					3,518,912		3,518,912
Ad valorem taxes levied for debt service					620,985		620,985
Severance taxes					985,544		985,544
Other taxes, penalties, & interest, etc.					67,454		67,454
Royalty road funds					9,171,434		9,171,434
State shared revenue					543,705		543,705
Investment earnings & interest					208,368	26,548	234,916
Gain on sale of equipment						1,067	1,067
Special item: Payment from St. Mary Library Board					500,000		500,000
Transfers: Operating					(1,661,385)	1,661,385	
Total general revenues, special items, and transfers					21,246,474	1,689,000	22,935,474
Change in net position					228,150	563,681	791,831
Net position - beginning of year					100,032,791	16,851,125	116,883,916
Net position - end of year					\$100,260,941	\$17,414,806	\$117,675,747

The accompanying notes are an integral part of these financial statements.



ST. MARY PARISH COUNCIL

Balance Sheet  
Governmental Funds  
December 31, 2014

	General Fund	Road Construction & Maintenance Fund	Sanitation Fund	Capital Improvement Fund	CDBG Recovery Fund	Combined Sewer Construction Fund	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>								
Cash and cash equivalents	\$543,913	\$123	\$1		\$235	\$1	\$2,913,039	\$3,457,312
Investments		2,711,991	684,950	\$3,482,462		2,588,774	3,606,579	13,074,756
Receivables (net of allowances for uncollectibles)	525,670	106,793	17,550	52,500			190,041	892,554
Due from component units	1,591,344	1,523	236,798	136		669,137		2,498,938
Due from other governments	3,432,777	2,601,623	584,062	2,612,456			1,983,583	11,214,501
Due from other funds	147,639	82,554	2,182				6,576	238,951
Advance to other funds	246,000	1,138,310	104,951				1,617,615	3,106,876
Other assets							71,914	71,914
Total assets	<u>\$6,487,343</u>	<u>\$6,642,917</u>	<u>\$1,630,494</u>	<u>\$6,147,554</u>	<u>\$235</u>	<u>\$3,257,912</u>	<u>\$10,389,347</u>	<u>\$34,555,802</u>
<b>LIABILITIES AND FUND BALANCES</b>								
<b>Liabilities</b>								
Accounts payable	\$609,343	\$223,201	\$214,184				\$427,669	\$1,474,397
Contracts payable				\$1,236,225				1,236,225
Retainage payable		58,067		182,978				241,045
Accrued liabilities	285,491	110,932	3,759				139,903	540,085
Due to component units	100,000							100,000
Due to other governments							104,452	104,452
Due to other funds	303,170							303,170
Advance from other funds	3,425,597	123,000		3,032,429		\$2,676,491	649,714	9,907,231
Total liabilities	<u>4,723,601</u>	<u>515,200</u>	<u>217,943</u>	<u>4,451,632</u>	<u>-</u>	<u>2,676,491</u>	<u>1,321,738</u>	<u>13,906,605</u>
<b>Fund balances (deficit)</b>								
Fund balances (deficits)								
Nonspendable - non-current receivables	1,550,000	958,000				611,137		3,119,137
Restricted for								
Use in specific geographic areas							1,845,025	1,845,025
Debt service							2,585,368	2,585,368
Assigned for								
General Government							149,465	149,465
Public safety							56,678	56,678
Public works		5,169,717					150,145	5,319,862
Culture & recreation							289,307	289,307
Health & welfare							635,782	635,782
Urban redevelopment & housing							8,642	8,642
Debt service							2,647,532	2,647,532
Sanitation			1,412,551					1,412,551
Capital projects				1,695,922	235			1,696,157
Unassigned	213,742					(29,716)	649,665	833,691
Total fund balances	<u>1,763,742</u>	<u>6,127,717</u>	<u>1,412,551</u>	<u>1,695,922</u>	<u>235</u>	<u>581,421</u>	<u>9,067,609</u>	<u>20,649,197</u>
Total liabilities and fund balances	<u>\$6,487,343</u>	<u>\$6,642,917</u>	<u>\$1,630,494</u>	<u>\$6,147,554</u>	<u>\$235</u>	<u>\$3,257,912</u>	<u>\$10,389,347</u>	<u>\$34,555,802</u>

The accompanying notes are an integral part of these financial statements.

ST. MARY PARISH COUNCIL

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position  
December 31, 2014

Reconciliation of the total fund balance -- total governmental funds  
to the net position of governmental activities:

Total fund balance - Governmental Funds		\$20,649,197
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental funds balance sheet.		107,619,607
Interest payable on long-term debt does not require current financial resources, and, therefore, interest payable is not reported as a liability in the governmental funds balance sheet.		(193,963)
Noncurrent liabilities are not due and payable in the current period and, therefore, they are not reported in the governmental funds balance sheet:		
Current portion of long-term debt	\$2,626,000	
Noncurrent portion of long-term debt	18,236,000	
Compensated absences	198,000	
Other post-employment benefit plans	6,753,900	(27,813,900)
Net position of governmental activities		<u>\$100,260,941</u>

## ST. MARY PARISH COUNCIL

Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds  
For the Year Ending December 31, 2014

	General Fund	Road Construction & Maintenance Fund	Sanitation Fund	Capital Improvement Fund	CDBG Recovery Fund	Combined Sewer Construction Fund	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>								
Taxes								
Sales and use			\$3,185,982				\$4,105,475	\$7,291,457
Ad Valorem	\$3,543,676						596,221	4,139,897
Other taxes, penalties, & interests, etc.	67,454							67,454
Intergovernmental revenues								
Federal grants	161,793	\$166,330		\$1,268,736	\$2,031,658		3,949,022	7,577,539
State funds								
State grants	54,250	44,860	78,961	609,729			946,084	1,733,884
State revenue sharing	543,705							543,705
Royalty road funds		9,171,434						9,171,434
Parish road transportation funds		460,213						460,213
Severance taxes	985,544							985,544
Local			88,267	64,101			288,887	441,255
Criminal court fund	5,550							5,550
Riverboat fees							1,500,000	1,500,000
Licenses & Permits	967,050						23,850	990,900
Fees, Charges, & Commission	265,068		1,346,585				312,180	1,923,833
Mosquito Abatement	183,106							183,106
Investment earnings & interest	180,791	(9,606)	30,896	3,834		(\$1,098)	3,551	208,368
Other revenues	19,916	277,432					2,788	300,136
Total revenues	<u>6,977,903</u>	<u>10,110,663</u>	<u>4,730,691</u>	<u>1,946,400</u>	<u>2,031,658</u>	<u>(1,098)</u>	<u>11,728,058</u>	<u>37,524,275</u>
<b>EXPENDITURES</b>								
Current:								
General government	5,481,110						461,230	5,942,340
Public safety	1,092,136		160,682				2,772,036	4,024,854
Public works	233,334	4,002,045					264,604	4,499,983
Sanitation			2,249,773			1,667,041		3,916,814
Culture & Recreation	800,410						405,574	1,205,984
Health & Welfare	917,762		68,941				4,239,459	5,226,162
Urban redevelopment & housing							435,461	435,461
Economic development & assistance	242,924							242,924
Capital outlay	89,271	339,912	238,067	4,762,389	2,031,548		559,015	8,020,202
Debt service								
Principal							2,624,000	2,624,000
Interest							779,774	779,774
Fees							20,475	20,475
Total expenditures	<u>8,856,947</u>	<u>4,341,957</u>	<u>2,717,463</u>	<u>4,762,389</u>	<u>2,031,548</u>	<u>1,667,041</u>	<u>12,561,628</u>	<u>36,938,973</u>

Excess (deficiency) of revenues over (under) expenditures	<u>(1,879,044)</u>	<u>5,768,706</u>	<u>2,013,228</u>	<u>(2,815,989)</u>	<u>110</u>	<u>(1,668,139)</u>	<u>(833,570)</u>	<u>585,302</u>
OTHER FINANCING SOURCES								
Payments to refund escrow agent							(1,397,808)	(1,397,808)
Operating transfers in	3,420,000	125,000	450,932	950,000		1,300,823	3,868,662	10,115,417
Operating transfers out	<u>(1,630,000)</u>	<u>(3,753,698)</u>	<u>(2,938,932)</u>			<u>(200,932)</u>	<u>(3,253,240)</u>	<u>(11,776,802)</u>
Total other financing sources (uses)	<u>1,790,000</u>	<u>(3,628,698)</u>	<u>(2,488,000)</u>	<u>950,000</u>	<u>-</u>	<u>1,099,891</u>	<u>(782,386)</u>	<u>(3,059,193)</u>
SPECIAL ITEM								
Payment from St. Mary Library Board							500,000	500,000
Net change in fund balance	(89,044)	2,140,008	(474,772)	(1,865,989)	110	(568,248)	(1,115,956)	(1,973,891)
Fund balance at beginning of year	<u>1,852,786</u>	<u>4,218,353</u>	<u>1,887,323</u>	<u>3,561,911</u>	<u>125</u>	<u>1,149,669</u>	<u>9,952,921</u>	<u>22,623,088</u>
Residual equity (deficit) transfer		<u>(230,644)</u>					230,644	-
Fund balance at end of year	<u>\$1,763,742</u>	<u>\$6,127,717</u>	<u>\$1,412,551</u>	<u>\$1,695,922</u>	<u>\$235</u>	<u>\$581,421</u>	<u>\$9,067,609</u>	<u>\$20,649,197</u>

# ST. MARY PARISH COUNCIL

## Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities For the Year Ended December 31, 2014

Reconciliation of the changes in fund balances - total governmental  
funds to the change in net position of governmental activities:

Net change in fund balance - Governmental Funds (\$1,973,891)

Amounts reported for governmental activities in the Statement of  
Activities are different because:

Governmental funds report capital outlay as expenditures. However, in the  
Statement of Activities, the cost of those assets is allocated over their  
estimated useful lives as depreciation expense. This is the amount by  
which depreciation (\$5,278,445) exceeded capital outlays (\$4,290,710)  
meeting the Council's Capitalization policy in the current period. (987,735)

Repayment of bond principal is an expenditure in the governmental funds,  
but the repayment reduces noncurrent liabilities in the statement of  
net position.

Repayments of principal on long term debt	3,983,694	
Decrease in accrued interest	79,282	
	<hr/>	
Net adjustment		4,062,976

Some expenses reported in the Statement of Activities do not require  
the use of current financial resources; therefore, are not reported in  
governmental funds as expenditures.

Other post employment benefits (873,200)

Change in net position of governmental activities \$228,150

## ST. MARY PARISH COUNCIL

Statement of Net Position  
Proprietary Funds  
December 31, 2014

	Business-type Activities Enterprise Funds				
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund		Total
ASSETS					
Current assets					
Cash and cash equivalents	\$ 1,191,082		\$ 240	\$	1,191,322
Investments	1,987,532				1,987,532
Receivables (net of allowances for uncollectibles)	564,166	\$ 3,000	1,881		569,047
Due from component units			1,898		1,898
Due from other governments	101,291				101,291
Due from other funds	44,775	7,358	12,086		64,219
Advance to other funds	6,463,175	222,902	343,663		7,029,740
Total current assets	10,352,021	233,260	359,768		10,945,049
Noncurrent assets					
Restricted cash	2,712,351				2,712,351
Restricted investments	844,081				844,081
Total restricted assets	3,556,432	-	-		3,556,432
Property, plant, and equipment (net of accumulated depreciation)	18,760,306	50,156	2,523,479		21,333,941
Total noncurrent assets	22,316,738	50,156	2,523,479		24,890,373
Total assets	\$32,668,759	\$283,416	\$2,883,247		\$35,835,422
DEFERRED OUTFLOWS OF RESOURCES					
Debt redemption costs	220,000	-	-		220,000
Total deferred outflows of resources	220,000	-	-		220,000
Total assets and deferred outflows of resources	\$ 32,888,759	\$ 283,416	\$ 2,883,247	\$	36,055,422
LIABILITIES AND FUND EQUITY					
Liabilities					
Current liabilities					
Accounts payable and accrued expenses	\$549,607	\$18,599	\$34,755		\$602,961
Retainage payable	7,690				7,690
Bonds payable within one year	730,000				730,000
Advance from other funds	83,000	7,000	139,385		229,385
Total current liabilities	1,370,297	25,599	174,140		1,570,036
Long-term liabilities					
Other post-employment benefits	641,600	184,400	206,600		1,032,600
Bonds payable (net of unamortized discounts)	12,161,980				12,161,980
Landfill closure and post-closure care costs	3,876,000				3,876,000
Total long-term liabilities	16,679,580	184,400	206,600		17,070,580
Total liabilities	18,049,877	209,999	380,740		18,640,616
Net Position					
Invested in capital assets, net of related debt	5,868,326	50,156	2,523,479		8,441,961
Restricted for debt service	938,140				938,140
Restricted for post-closure care	(1,301,326)				(1,301,326)
Unrestricted	9,333,742	23,261	(20,972)		9,336,031
Total net position	14,838,882	73,417	2,502,507		17,414,806
Total liabilities and net position	\$32,888,759	\$283,416	\$2,883,247		\$36,055,422

The accompanying notes are an integral part of these financial statements.

# ST. MARY PARISH COUNCIL

## Statement of Revenues, Expenses, and Changes in Net Position Proprietary Funds For the Year Ended December 31, 2014

	Business-type Activities Enterprise Funds			
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	Total
Operating revenues				
Solid waste disposal fees	\$3,844,863			\$3,844,863
Impound fees		\$138,112		138,112
Admission fees			\$12,424	12,424
Campsite fees			85,505	85,505
Special events			34,769	34,769
Other	11,603		13,742	25,345
Total operating revenues	3,856,466	138,112	146,440	4,141,018
Operating expenses				
Personal services	1,086,704	233,737	358,451	1,678,892
Contractual services	108,216		7,352	115,568
Supplies	38,633	17,253	33,884	89,770
Materials	344,914	12,436	12,950	370,300
Utilities	84,445	23,038	111,084	218,567
Repairs and maintenance	217,641	35,306	67,724	320,671
Landfill closure costs	148,000			148,000
Equipment and rentals	661,204	3,075	63,752	728,031
Miscellaneous	23,384	356	6,618	30,358
Depreciation	951,103	12,343	67,854	1,031,300
Insurance	42,725	381	4,688	47,794
Total operating expenses	3,706,969	337,925	734,357	4,779,251
Net operating income (loss)	149,497	(199,813)	(587,917)	(638,233)
Non-operating revenues and expenditures				
Investment earnings	26,472	46	30	26,548
Gifts/donations			39,256	39,256
State grant			100,000	100,000
Proceeds from loss/damage of asset		1,067		1,067
Interest	(616,592)			(616,592)
Fees	(9,750)			(9,750)
Total non-operating revenues	(599,870)	1,113	139,286	(459,471)
Income (loss) before transfers	(450,373)	(198,700)	(448,631)	(1,097,704)
OTHER FINANCING SOURCES				
Operating transfers in				
General Fund		215,000	345,000	560,000
Sales Tax Bond Sinking			126,385	126,385
Wards 5 & 8 Sales Tax Fund			50,000	50,000
Sanitation Fund	925,000			925,000
Total contributions and transfers	925,000	215,000	521,385	1,661,385
Change in net position	474,627	16,300	72,754	563,681
Net position, beginning of year	14,364,255	57,117	2,429,753	16,851,125
Net position, end of year	\$14,838,882	\$73,417	\$2,502,507	\$17,414,806

The accompanying notes are an integral part of these financial statements.

# ST. MARY PARISH COUNCIL

## Statement of Cash Flows Proprietary Funds For the Year Ended December 31, 2014

### Increase (Decrease) in Cash & Cash Equivalents

	Business-type Activities Enterprise Funds			
	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	Total
Cash flows from operating activities:				
Received from charges for services	\$3,793,667	\$140,212	\$153,467	\$4,087,346
Payments to suppliers for goods & services	(1,481,398)	(89,291)	(298,643)	(1,869,332)
Payments to employees for services	(763,349)	(203,651)	(328,773)	(1,295,773)
Net cash flows (deficiency) from operating activities	1,548,920	(152,730)	(473,949)	922,241
Cash flows from noncapital financing activities:				
Grant funds			100,000	100,000
Contributions			39,256	39,256
Operating transfers in from other funds	925,000	215,000	521,385	1,661,385
Proceeds from damaged/loss of asset		1,067		1,067
Advances to other funds		(230,260)	(183,259)	(413,519)
Repayment of advances made to other funds	1,660,118			1,660,118
Net cash flows (deficiency) from noncapital financing activities	2,585,118	(14,193)	477,382	3,048,307
Cash flows from capital and related financial activities				
Fixed asset acquisitions	(1,215,241)	(19,487)	(47,285)	(1,282,013)
Debt payments	(1,316,342)			(1,316,342)
Net cash flows (deficiency) from capital and related financing activities	(2,531,583)	(19,487)	(47,285)	(2,598,355)
Cash flows from investing activities				
Investment earnings	(5,631)	46	30	(5,555)
Sale of investments	26,472			26,472
Net cash flows from investing activities	20,841	46	30	20,917
Net increase in cash and cash equivalents	1,623,296	(186,364)	(43,822)	1,393,110
Cash and cash equivalents at beginning of year	2,280,137	186,364	44,062	2,510,563
Cash and cash equivalents at end of year	\$3,903,433	-	\$240	\$3,903,673
Shown in the accompanying Statement of Net Position as:				
Cash and cash equivalents	\$1,191,082		\$240	\$1,191,322
Restricted cash	2,712,351			\$2,712,351
Total cash and cash equivalents	\$3,903,433	-	\$240	\$3,903,673



	Business-type Activities Enterprise Funds			<u>Total</u>
	<u>Reduction and Transfer Fund</u>	<u>Small Animal Control Fund</u>	<u>Kemper Williams Park Fund</u>	
Reconciliation of operating income (loss) to net cash, provided by operating activities:				
Operating income (loss)	<u>\$139,194</u>	<u>(\$199,813)</u>	<u>(\$587,917)</u>	<u>(\$648,536)</u>
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation and amortization	951,103	12,343	67,854	1,031,300
Decrease (increase) in accounts receivable	(62,799)	2,100	7,027	(53,672)
Decrease (increase) in due from component units	-	-	(1,898)	(1,898)
Increase (decrease) in accounts payable and accrued expenses	260,119	1,640	9,985	271,744
Increase in landfill closure costs	148,000	-	-	148,000
Increase in other post-employment benefits	<u>103,000</u>	<u>31,000</u>	<u>31,000</u>	<u>165,000</u>
Total adjustments	<u>1,399,423</u>	<u>47,083</u>	<u>113,968</u>	<u>1,560,474</u>
Net cash provided by (used for) operating activities	<u>\$1,538,617</u>	<u>(\$152,730)</u>	<u>(\$473,949)</u>	<u>\$911,938</u>

**ST. MARY PARISH COUNCIL**

Budgetary Comparison Schedule  
General Fund  
For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes				
Ad Valorem	\$3,680,000	\$3,680,000	\$3,543,676	(\$136,324)
Other taxes, penalties, & interests, etc.	60,000	60,000	67,454	7,454
Intergovernmental revenues				
Federal grants	81,000	212,162	161,793	(50,369)
State funds				
State grants		54,000	54,250	250
State revenue sharing	540,500	613,592	543,705	(69,887)
Severance taxes	950,000	985,544	985,544	-
Criminal court fund	6,500	6,500	5,550	(950)
Licenses & Permits	917,650	928,650	967,050	38,400
Fees, Charges, & Commission	307,875	337,625	265,068	(72,557)
Mosquito Abatement	175,000	175,000	183,106	8,106
Investment earnings & interest	93,200	283,097	180,791	(102,306)
Other revenues	462,885	227,885	19,916	(207,969)
Total revenues	<u>7,274,610</u>	<u>7,564,055</u>	<u>6,977,903</u>	<u>(586,152)</u>
<b>EXPENDITURES</b>				
Current:				
General government				
Legislative	461,180	523,180	490,257	32,923
Judicial	783,272	855,572	784,392	71,180
Executive	243,192	243,192	226,160	17,032
Elections	106,943	106,943	106,564	379
Finance and administrative	1,270,780	1,237,281	1,039,288	197,993
Courthouse	1,402,280	1,512,480	1,398,170	114,310
Other	1,061,885	1,118,385	1,436,279	(317,894)
Public safety	653,751	954,192	1,092,136	(137,944)
Culture & Recreation	1,385,786	1,268,668	800,410	468,258
Health & Welfare	801,570	772,120	675,455	96,665
Economic development & assistance	280,849	280,849	242,924	37,925
Mosquito abatement	250,000	250,000	242,307	7,693
Airport operations	358,468	290,489	233,334	57,155
Capital outlay		89,271	89,271	-
Total expenditures	<u>9,059,956</u>	<u>9,502,622</u>	<u>8,856,947</u>	<u>645,675</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,785,346)</u>	<u>(1,938,567)</u>	<u>(1,879,044)</u>	<u>59,523</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in				
Road Construction and Maintenance Fund	1,350,000	1,650,000	1,650,000	-
Sales Tax Bond Sinking Fund	1,350,000	1,650,000	1,650,000	-
Gaming Receipt Fund	120,000	120,000	120,000	-
Operating transfers out				
Small Animal Control Fund	(190,000)	(215,000)	(215,000)	-
Jail Operating & Maintenance Fund	(625,000)	(1,050,000)	(1,050,000)	-
Kemper Williams Park Fund	(345,000)	(345,000)	(345,000)	-
Community Grant Fund	(20,000)	(20,000)	(20,000)	-
Total other financing sources (uses)	<u>1,640,000</u>	<u>1,790,000</u>	<u>1,790,000</u>	<u>-</u>
Net change in fund balance	(145,346)	(148,567)	(89,044)	59,523
Fund balance at beginning of year	<u>1,900,000</u>	<u>1,852,786</u>	<u>1,852,786</u>	<u>-</u>
Fund balance at end of year	<u>\$1,754,654</u>	<u>\$1,704,219</u>	<u>\$1,763,742</u>	<u>\$59,523</u>

The accompanying notes are an integral part of these financial statements.

**ST. MARY PARISH COUNCIL**

Budgetary Comparison Schedule  
Road Construction & Maintenance Fund  
For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Intergovernmental revenues				
Federal grants			\$166,330	\$166,330
State funds				
State grants	\$89,720	\$89,720	44,860	(44,860)
Royalty road funds	5,550,000	8,550,000	9,171,434	621,434
Parish road transportation funds	475,000	475,000	460,213	(14,787)
Investment earnings & interest	3,000	3,000	(9,606)	(12,606)
Other revenues	150,000	267,875	277,432	9,557
Total revenues	<u>6,267,720</u>	<u>9,385,595</u>	<u>10,110,663</u>	<u>725,068</u>
<b>EXPENDITURES</b>				
Current:				
Public works				
Highways/streets and roads	4,027,568	3,923,156	3,471,501	451,655
Road supervisor	107,762	144,762	144,692	70
Municipal - highways, streets, and roads	50,000	50,000	50,000	-
Bridges	322,783	199,783	156,592	43,191
Avoca ferry	161,491	182,491	139,014	43,477
Drainage and flood control		40,246	40,246	-
Capital outlay		339,912	339,912	-
Total expenditures	<u>4,669,604</u>	<u>4,880,350</u>	<u>4,341,957</u>	<u>538,393</u>
Excess of revenues over expenditures	<u>1,598,116</u>	<u>4,505,245</u>	<u>5,768,706</u>	<u>1,263,461</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in				
Sanitation Fund	125,000	125,000	125,000	-
2003 Paving Delmar Pluto	2,550	2,550		(2,550)
Operating transfers out				
General Fund	(1,350,000)	(1,650,000)	(1,650,000)	-
Certificates of Indebtedness Sinking Fund	(903,698)	(903,698)	(903,698)	-
Jail Construction Fund		(250,000)	(250,000)	-
Capital Improvement Fund		(950,000)	(950,000)	-
Total other financing sources (uses)	<u>(2,126,148)</u>	<u>(3,626,148)</u>	<u>(3,628,698)</u>	<u>(2,550)</u>
Net change in fund balance	(528,032)	879,097	2,140,008	1,260,911
Fund balance at beginning of year	715,000	4,218,353	4,218,353	
Residual equity (deficit) transfer in from Jail Construction Fund	<u>-</u>	<u>-</u>	<u>(230,644)</u>	<u>(230,644)</u>
Fund balance at end of year	<u>\$186,968</u>	<u>\$5,097,450</u>	<u>\$6,127,717</u>	<u>\$1,030,267</u>

# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule Sanitation Fund For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes				
Sales and use	\$2,750,000	\$3,200,000	\$3,185,982	(\$14,018)
Intergovernmental revenues				
State grants	62,395	62,395	78,961	16,566
Local grants	65,000	65,000	88,267	23,267
Fees, Charges, & Commission	1,370,000	1,370,000	1,346,585	(23,415)
Investment earnings & interest	6,700	6,700	30,896	24,196
Total revenues	<u>4,254,095</u>	<u>4,704,095</u>	<u>4,730,691</u>	<u>26,596</u>
<b>EXPENDITURES</b>				
Current:				
Public safety	197,651	225,651	160,682	64,969
Sanitation	2,177,000	2,255,933	2,249,773	6,160
Health & Welfare	63,598	73,322	68,941	4,381
Capital outlay		238,067	238,067	-
Total expenditures	<u>2,438,249</u>	<u>2,792,973</u>	<u>2,717,463</u>	<u>75,510</u>
Excess of revenues over expenditures	<u>1,815,846</u>	<u>1,911,122</u>	<u>2,013,228</u>	<u>102,106</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in				
Road construction and Maintenance Fund		250,000	250,000	-
Combined Sewer Construction Fund		200,932	200,932	-
Operating transfers out				
Road Construction and Maintenance Fund	(125,000)	(125,000)	(125,000)	-
Solid Waste Bond Sinking Fund	(925,000)	(925,000)	(925,000)	-
3/4% Sales Tax Bond Sinking Fund	(730,000)	(730,000)	(730,000)	-
Combined Sewer Construction Fund	-	(1,158,932)	(1,158,932)	-
Total other financing sources (uses)	<u>(1,780,000)</u>	<u>(2,488,000)</u>	<u>(2,488,000)</u>	<u>-</u>
Net change in fund balance	35,846	(576,878)	(474,772)	102,106
Fund balance at beginning of year	<u>958,000</u>	<u>1,887,323</u>	<u>1,887,323</u>	<u>-</u>
Fund balance at end of year	<u>\$993,846</u>	<u>\$1,310,445</u>	<u>\$1,412,551</u>	<u>\$102,106</u>

## ST. MARY PARISH COUNCIL

### Notes to the Financial Statements December 31, 2014

#### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

On July 16, 1983, the voters of the parish approved a change in the form of parish government from the police jury form of government to the parish council system. The newly elected parish council was seated on November 26, 1984. The St. Mary Parish Council is the governing authority for St. Mary Parish. The parish council consists of eleven members, eight of whom are elected from single-member districts and three elected at large. The parish president, elected by the voters of the parish, is the chief executive officer of the parish and is responsible for carrying out the policies adopted by the parish council and for exercising such general executive authority as authorized by the charter.

The Council, under the provisions of Louisiana Revised Statutes, enacts ordinances, sets policy and establishes programs in such fields as social welfare, transportation, drainage, industrial inducement and health services.

The financial statements of the St. Mary Parish Council have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Council's accounting policies are described below.

#### A. Reporting Entity

The GASB has established several criteria for determining the governmental reporting entity. The reporting entity for St. Mary Parish should include the St. Mary Parish Council, which as governing authority of the parish is the primary government, and other governmental entities within the parish for which the Council has financial accountability. Financial accountability is determined by the Council, on the basis of applying the following criteria from those established by the GASB:

1. Financial benefit or burden
2. Appointment of a voting majority
3. Imposition of will
4. Fiscally dependent

The GASB requires that certain other organizations be included in the reporting entity although the primary government is not financially accountable if exclusion from the financial statements would render the reporting entity's financial statements incomplete or misleading.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Based on the previous criteria, the Council has determined that the following are component units and should be discretely reported components within the reporting entity but not within the primary government except for the Industrial Development Board of the Parish of St. Mary (included with the Council as part of the primary government as it has no assets, liabilities, deferred inflows or outflows; nor revenues or expenses) and Fairview Treatment Center, and Claire House which are blended component units reported as separate non-major funds within the primary government.

<u>Component Unit</u>	<u>Area Served</u>	<u>Fiscal Year End</u>	<u>Criteria Used</u>
St. Mary Parish Water & Sewer Comm.:			
No. 1	Amelia/Siracusa	December 31	1, 2, 3
No. 2	Bayou Vista	September 30	1, 2, 3
No. 4	Chatsworth, St. Joseph, Irish Bend, Yokely, Sorrell, Websterville, Charenton, St. Peter	September 30	1, 2, 3
No. 5	Four Corners/Glencoe	September 30	1, 2, 3
St. Mary Parish Library	St. Mary Parish except Morgan City	December 31	1, 2, 3
Hospital Service District:			
No. 1	Wax Lake Outlet to Jeanerette	September 30	2, 3
No. 2	Atchafalaya River to Amelia	December 31	2, 3
No. 3	Atchafalaya River to Wax Lake Outlet	September 30	2, 3
Waterworks District:			
No. 5	West of Patterson to Calumet, Verdunville, & Centerville	May 31	2, 3
No. 6 (component of and reported with St. Mary Parish Water & Sewer District No. 4)	Chatsworth, St. Joseph, Irish Bend, Yokely, Sorrell, Websterville, Charenton, St. Peter	September 30	2, 3
Sewerage District:			
No. 5	Verdunville/Centerville	September 30	1, 2, 3
No. 7 (component of and reported with St. Mary Parish Water & Sewer District No. 4)	Chatsworth, St. Joseph, Irish Bend, Yokely	September 30	1, 2, 3
No. 8	Cotton Road to Wax Lake Outlet	September 30	2, 3
No. 9 (component of and reported with St. Mary Parish Water & Sewer District No. 4)	Charenton	September 30	2, 3

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

<u>Component Unit</u>	<u>Area Served</u>	<u>Fiscal Year End</u>	<u>Criteria Used</u>
No. 11( <i>no activity</i> )	Cypremort Point	September 30	1, 2, 3
Wards 5 & 8 Joint Sewer Comm.	Atchafalaya River west to Wax Lake Outlet	September 30	2, 3
Consolidated Gravity Drainage District:			
No. 1	Wax Lake Outlet west to Jeanerette	September 30	2, 3
No. 2	Atchafalaya River to Bayou Ramos	September 30	2, 3, 4
Gravity Drainage District No. 6	Bayou Ramos to Bayou Bouef	September 30	2, 3
Wax Lake East Drainage District	Berwick, Bayou Vista, Patterson, Calumet	September 30	2, 3
Sub Gravity Drainage District No.1 of Gravity Drainage District No.2	Bayou Vista	September 30	2, 3
Cajun Coast Visitors and Convention Bureau	St. Mary Parish	September 30	2, 3
St. Mary Parish Sales and Use Tax Dept.( <i>a fiduciary type fund</i> )	St. Mary Parish	December 31	1, 3
Recreation District:			
No. 1	Amelia	September 30	2, 3
No. 2	Siracusa	September 30	1, 2, 3, 4
No. 3	Bayou Vista	September 30	1, 2, 3
No. 4	Patterson	September 30	1, 2, 3
No. 5	Four Corners, Sorrell Glencoe	September 30	2, 3
No. 7( <i>no activity</i> )	Centerville, Verdunville	September 30	2, 3
Atchafalaya Golf Course Commission	St. Mary Parish	September 30	1,2,3,4
Fire Protection District:			
No. 1	Cypremort Point	December 31	2, 3
No. 2	Franklin/Ward 3	September 30	1, 2, 3
No. 3	Amelia	September 30	1, 2, 3
No. 7	Bayou Vista	September 30	2, 3
No. 11	Four Corners, Glencoe, Sorrell	September 30	2, 3
No. 12( <i>no activity</i> )	Charenton	September 30	2, 3

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

<u>Component Unit</u>	<u>Area Served</u>	<u>Fiscal Year End</u>	<u>Criteria Used</u>
Mosquito Control District No. 1	Cypremort Point	December 31	1, 2, 3
Communications District (911)	St. Mary Parish	December 31	2, 3, 4
St. Mary Parish Assessor	St. Mary Parish	December 31	1, 4
St. Mary Parish Clerk of Court <i>(includes fiduciary type funds)</i>	St. Mary Parish	June 30	1, 4
Industrial Development Board of the Parish of St. Mary, Louisiana, Inc. <i>(only activity is issuance of conduit debt through the Council, See Note 14)</i>	St. Mary Parish	December 31	1, 2, 3, 4
Fairview Treatment Center	Bayou Vista (serves clients state-wide)	June 30	1, 2, 3, 4
Claire House	Bayou Vista (serves clients state-wide)	June 30	1, 2, 3, 4

The GASB provides for the issuance of primary government financial statements which are separate from those of the reporting entity. However, a primary government's financial statements are not a substitute for the reporting entity's financial statements. The Council has chosen to issue financial statements of the primary government only. As such, the accompanying financial statements are not intended to and do not report in accordance with generally accepted accounting principles. Audit reports for component units can be obtained from the administrative offices of each component and from the Clerk of the Parish Council.

The parish school board, the St. Mary Parish Sheriff, and the municipal level governments, are excluded from the accompanying financial statements as they are considered autonomous governments. These units of government issue financial statements separate from that of the Council. Also in accordance with GASB, the St. Mary Community Action Committee Association, Inc. (CAA) and the West St. Mary Parish Port, Harbor, and Terminal District (Port) are considered to be related organizations of the St. Mary Parish Council, primary government. Several different primary governments or other bodies appoint members to the board of the Port and CAA but none are considered to be financially accountable because they do not impose their will or have a financial benefit or burden relationship with the Port or CAA.

B. Basic Financial Statements - Government-wide Financial Statements

The government-wide financial statements include the Statement of Net Position and the Statement of Activities which report all activities of the Council as a whole (the Council does not conduct fiduciary activities). The government-wide presentation focuses primarily on the sustainability of the Council as an entity and the change in the Council's net position resulting from the current year's activities. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities* generally are financed through taxes, intergovernmental revenues and other nonexchange revenues, are reported separately from *business type activities*, which rely to a significant extent on fees and charges for support.



## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

### C. Basic Financial Statements - Fund Financial Statements

The financial transactions of the Council are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, deferred outflows and inflows of resources, reserves, fund equity, revenues, and expenditures.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types." The following is a description of the funds utilized by the Council.

### GOVERNMENTAL FUNDS

#### General Fund

The General Fund is the primary operating fund of the Council. It is used to account for all financial resources, except those required to be accounted for in other funds. The Council reports the General Fund as a major fund.

#### Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources that are earmarked for expenditures for specified purposes.

The Council reports two special revenue funds as major funds as follows:

#### ROAD CONSTRUCTION AND MAINTENANCE FUND

The Road Construction and Maintenance Fund accounts for the maintenance and upkeep of the parish road system. Major financing is provided by the State of Louisiana Parish Transportation Funds and Royalty Road funds. Use of transportation funds is restricted by Louisiana Revised Statutes.

#### SANITATION FUND

The Sanitation Fund accounts for the disposal and treatment of solid waste and sewerage for the Parish. Major financing is from the three-fourths percent sales tax. The expenditures are restricted by the three-fourths percent sales tax ordinance.

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

### Debt Service Funds

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest and related costs.

### Capital Projects Funds

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

The Council reports the three following capital project funds as major funds:

#### **CAPITAL IMPROVEMENT FUND**

The Capital Improvement Fund accounts for ongoing capital projects, other than major sewerage, major road, or jail construction related projects, funded either by federal, state, or local funds.

#### **CDBG RECOVERY FUND**

The CDBG Recovery Fund accounts for major ongoing capital projects and is funded by federal funds.

#### **COMBINED SEWER CONSTRUCTION FUND**

The Combined Sewer Construction Fund is used to account for the proceeds of the \$10 million sewer bonds and three quarters percent sales tax that is being used to construct and improve sewer systems within the Parish.

### PROPRIETARY FUND

#### Enterprise Funds

Enterprise funds are used to account for activities of providing goods and services to outside parties similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration.

The Council reports two of its three proprietary funds as major funds:

#### **REDUCTION AND TRANSFER FUND**

The Reduction and Transfer Fund accounts for the operation of the parish solid waste disposal plant. All garbage and trash in the western portion area of the parish is collected at the reduction station in Berwick. All garbage and trash in the eastern portion of the parish is first collected at the transfer station in Franklin and then transferred to the Berwick reduction station for disposal.

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

### KEMPER WILLIAMS PARK FUND

The Kemper Williams Park Fund accounts for the operations of Kemper Williams Park, a recreational facility available for parish residents. The facility charges its patrons for admission to the park which consists of picnic grounds, campsites, athletic fields, a jogging trail, a driving range, and tennis courts.

Because the Council only has one remaining proprietary fund it is presented in the basic financial statements, even though the Council considers it to be a nonmajor fund.

### SMALL ANIMAL CONTROL FUND

The Small Animal Control Fund accounts for the operation of a small animal pound. This fund was established for the collection, housing, and disposal of small stray animals within St. Mary Parish and is funded by the parish, cities, and public of St. Mary Parish.

#### D. Basis of Accounting

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

#### Government-wide Statements and Proprietary Fund Financial Statements

The government-wide statements and the proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets, all deferred outflows of resources, all liabilities, and all deferred inflows of resources (whether current or noncurrent) are included in determining financial position. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The Council has elected not to follow subsequent private-sector guidance.

#### Fund Financial Statements

Governmental fund financial statements are accounted for using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current deferred outflows of resources and current liabilities and current deferred inflows of resources generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net fund balance.

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the amount can be determined. Available means the normal time of collection is within the current period or soon enough thereafter to pay current liabilities (the Council generally uses a ninety day period after year end).

### E. Revenues

The following is a summary of the Council's recognition policies for its major revenue sources:

Sales tax revenues are recorded when the taxable sales take place, regardless of when the sales taxes are collected by the St. Mary Parish Council's sales tax department.

Ad valorem taxes and the related State Revenue Sharing (which are based on population and homesteads in the Parish) are recorded in the year the taxes are assessed.

Federal and State aid and grants are recorded when the Council has met the requirements of the grant and is entitled to receive the funds.

Investment earnings are generally recorded when earned.

Substantially all other revenues are recorded when they become available to the Council.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Council's enterprise funds are charges to customers for sale and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

### F. Expenses/Expenditures

The government-wide and proprietary fund financial statements recognize expenses under the accrual basis of accounting and records the related liability at the time the expense is incurred.

In the governmental fund financial statements, expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, except principal and interest on long-term debt which is not recognized until due.

### G. Budgets

The Council follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Ninety days prior to the beginning of each fiscal year, the Parish President presents to the Council the annual operating budget which was prepared by the Director of Finance under the direction of the Chief Administrative Officer.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2. The Council then orders a public hearing, notice of which, along with a summary of the budget, will be published ten days prior to the date of the hearing in the official journal of the Council.
3. No later than the second to last regular meeting of the fiscal year, the Council enacts an ordinance to adopt the annual operating budget for the ensuing fiscal year. The Council may adjust the budget as proposed by the Parish President or amend it, as they see fit, by a vote of the majority of the Council.
4. The Parish President may accept or veto the entire budget as approved by the Council or he may line item veto certain appropriations.
5. Should the Council and Parish President be unable to adopt a budget prior to the beginning of the year, then fifty percent of the prior year's budget shall be appropriated for the upcoming year; until such time as a new budget is properly enacted.
6. The Director of Finance, under the direction of the Chief Administrative Officer, has the authority to alter, and must approve all changes in budgeted amounts within function lines. However, budget adjustments that cross function lines require approval of the Council.
7. Formal budgetary integration is employed as a management control device during the year.
8. The General Fund and all Special Revenue Funds with activity have adopted budgets.
9. Budget appropriations lapse at year end.
10. In the financial statement comparison of the budget to actual amounts, both the original and final amended budget amounts are shown.

H. Cash and Cash Equivalents

For financial statement purposes, cash and cash equivalents include cash on hand, demand deposits, and short term investments with original maturities of less than three months.

Certain short-term interest bearing cash accounts are maintained on a pooled basis, interest revenue or expense is allocated to each participating fund based upon its pro rata share of the total pooled account balance. The overall balance in the pooled account is always a large positive balance. However, from time to time an individual fund's proportionate share of the balance may temporarily be negative. This most commonly occurs when a fund makes an unusually large disbursement such as a payment on a construction contract or when the fund is awaiting an investment to mature and be placed in its cash account.

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

### I. Investments

The Council invests in bank certificates of deposit (CDs) and external investment pools. The CDs (nonparticipating contracts) are recorded at cost, unless there is significant impairment of the credit standing of the issuer. The pooled investments are recorded at fair market value.

The Council also invests in Federal government securities which the Council records at fair value.

### J. Receivables

Receivables are stated at net realizable value after provision for estimated uncollectible accounts.

### K. Restricted Assets

In the Reduction and Transfer Enterprise Fund certain assets are set aside for certain uses. These amounts are reported as either cash or investments and are reported as restricted assets. At December 31, 2014, these cash and investments are restricted for the following purposes:

Reserved for debt service	\$593,870
Reserved for landfill closure costs and post-closure care costs	2,574,674
Reserved for depreciation and contingencies	<u>387,888</u>
	<u>\$3,556,432</u>

### L. Fixed Assets

The accounting treatment over property, plant, equipment (fixed assets) depends on whether they are reported in the government-wide, proprietary fund, or governmental fund financial statements.

No construction period interest was capitalized by the Council during the current year.

### Government-wide Statements and Proprietary Fund

In the government-wide and proprietary fund financial statements, fixed assets are accounted for as capital assets. All purchased fixed assets are valued at historical cost. Donated fixed assets are valued at their estimated fair market value on the date received. Fixed assets are reported at their historical cost or estimated fair market value less their accumulated depreciation. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Depreciation is computed using the straight-line method based on the estimated useful life of the various assets. The following is a summary of estimated useful lives by classification of the fixed assets:

<u>Category</u>	<u>Years</u>
Buildings	25-40
Equipment and furniture	5-15
Improvements	20-30
Infrastructure	25-50

### Fund Financial Statements

In the fund financial statements, fixed assets used in governmental fund operation are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

#### M. Long-term obligations

In the government-wide financial statements, and proprietary fund type financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Significant bond premiums and discounts, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount, if significant. Bond issuance costs are expensed when incurred.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

#### N. Compensated Absences

Employees earn vacation and sick leave annually at varying rates depending upon length of service. These compensated absences are allowed to accumulate from period to period if not used.

Upon termination an employee is compensated for accumulated vacation time; but, employees are not compensated for sick time unless termination is due to qualified retirement.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

An accrual is made for the amount of compensation the employees will receive in the future based upon services performed in the current year for vacation time not used. An accrual is also made for accumulated sick time estimated to be paid to employees at retirement. Only the portion of this accumulated sick pay estimated to be paid to employees retiring within the next year is recorded as a liability within the fund to which the particular employees' salary is allocated, the remaining liability is included with long-term debt in the Statement of Net Position. The liability for the long-term portion of this accumulated sick pay, effects sixteen employees and totals approximately \$198,000 and is not discounted to present value.

The Council's current compensated absences, by fund, are approximately as follows:

Major funds

General Fund	\$86,000
Road Construction and Maintenance Fund	38,000
Sanitation Fund	2,000
Reduction and Transfer Fund	24,000
Kemper Williams Park Fund	7,000

Non-major funds

Local Law Enforcement Block Grant #2	1,000
Job Readiness Fund	2,000
16 <sup>th</sup> Judicial District Drug Court Fund	18,000
Small Animal Control Fund	7,000
Fairview Treatment Center	18,000
Claire House	4,000
Gaming Receipt Fund	2,000

The entire compensated absence liability is reported on the government-wide financial statements. For governmental funds financial statements, the current portion of unpaid compensated absences is the amount that is normally expected to be paid using expendable available financial resources. The noncurrent portion of the liability is not reported.



## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

### O. Deferred Outflows and Inflows of Resources

In 2013 the Council implemented GASBS 65, "Items Previously Reported as Assets and Liabilities". GASBS 65 states that when a refunding of debt results in the defeasance of the old debt that the difference between the reacquisition price (amount required to repay the previously issued old debt) and the net carrying amount of the old debt should be reported as a deferred outflow of resources or deferred inflow of resources and recognized as a component of interest expense in future periods. Accordingly, a \$220,000 Deferred Outflow of Resources (\$270,000 original amount less \$50,000 in amortization) is recorded in the Reduction and Transfer Fund to recognize the difference between the reacquisition price and the net carrying amount of the old debt that is being defeased. This deferred outflow is being amortized at \$25,000 per year as a component of interest expense over the life of the new debt.

### P. Equity Classifications

#### Government-wide Statements and Proprietary Fund Statements

Equity is classified as net position and displayed in the three components:

- a) Net investment in capital assets- Consists of capital assets net of accumulated depreciation and reduced by the outstanding balances of bonds that are attributable to the acquisition, construction, or improvement of those assets.
- b) Restricted net position - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributions, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c) Unrestricted net position - All other net position that does not meet the definition of "restricted" or "net investment in capital assets".

#### Fund Financial Statements

Governmental fund equity is classified by five categories: nonspendable, restricted, committed, assigned and unassigned.

- a.) Nonspendable - represents those portions of fund equity that cannot be spent because they are not in spendable form or because they are legally or contractually required to be maintained intact.
- b.) Restricted - represents those portions of fund equity not appropriable for expenditure or legally segregated for a specific future use.

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- c.) Committed - represents those portions of fund equity that can be used only for specific purposes pursuant to constraints imposed by formal action of the Council's highest level of decision-making authority. Commitments may be established, modified, or rescinded only through formal actions by the Council
- d.) Assigned - represents those portions of fund equity that are constrained by the Council's intent to be used for specific purposes, but are neither restricted nor committed.
- e.) Unassigned - represents those portions of fund equity that has not been assigned to other funds and that has not been restricted, committed, or assigned to a specific purpose within the General fund.

The Council considers amounts to have been expended first out of committed funds, followed by assigned funds, and then unassigned funds when expenditures are incurred for purposes for which funds of any unrestricted fund balance classifications have been used.

### Q. Interfund Transfers

Permanent reallocations of resources between funds of the Council are classified as interfund transfers. For the purpose of the Statement of Activities, all interfund transfers between individual governmental funds have been eliminated.

### R. Reclassification

Certain items have been reclassified in order to make these financial statements more meaningful and comparative.

### S. Accounting Estimates

The preparation of financial statements in conformity with generally accepted accounting principles require management to make certain estimates and assumptions that affect the reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

### T. Future Accounting Changes

In 2012, GASB issued Statement No. 68 which modifies the methods governments use to recognize the liabilities and expenses of providing pension benefits to their employees. The statement is effective for financial statements for years beginning after June 15, 2014. Adoption of GASB 68 will require the Council to recognize the difference between the actuarial total pension liability and the fair value of the plan assets as a net pension liability. The effect of this change cannot presently be determined.

## NOTE 2 – SPECIAL ITEM

Significant transactions, within the control of management, that are either unusual in nature or infrequent in occurrence are special items.

During the current year, the Council defeased \$1,320,000 of 2005 General Obligation Library Bonds. The St. Mary Library Board transferred \$500,000 to the Council to aid in the defeasance of these bonds.

The payment from the St. Mary Library Board of \$500,000 is reported as a special item by the Council in the current year.

## NOTE 3 - FUND DEFICITS

The following individual funds of the Council had deficit fund balances at December 31, 2014:

<u>Fund</u>	<u>Amount</u>
Nonmajor Funds:	
DWI Court	\$(8,858)
Local Law Enforcement Block Grant Fund #2	(1,233)
OJP Enhancement Grant Fund	(1,549)

The fund deficit in the DWI Court Fund will be funded either by future revenues or a transfer from the DWI patient Fee Fund. The fund deficits in the Local Law Enforcement Block Grant Fund #2 and the OJP Enhancement Grant Fund will be funded by future revenues or a transfer from the 16<sup>th</sup> JDC-St. Mary Parish Drug Court Fund.

## NOTE 4 - EXPENDITURES - EXCESS OF ACTUAL OVER APPROPRIATED

Actual expenditures exceeded appropriated expenditures by significant amounts in the following funds for 2014:

<u>Fund</u>	<u>Actual</u>	<u>Budget</u>	<u>Unfavorable Variance</u>
Special Revenue Fund:			
Juror Compensation Fund	\$ 84,871	\$ 42,000	\$ 42,871
Job Readiness Fund	104,382	88,790	15,592

## NOTE 5 - TAXES

### Sales Taxes

The Council administers a Sales Tax Department that is responsible for the collection and distribution of various sales and use taxes levied within the parish. The Department has agreements with the Council, the school board and various municipalities, whereby they agree to reimburse the Department for the cost of collections of the taxes.

The proceeds from the one per cent sales and use tax received by the Council are used for construction and maintenance of roads, construction and maintenance of navigation channels, and water and flood control projects, acquiring and improving public works and buildings, supplementing salaries of all parish employees, operation of recreational facilities, acquisition, maintenance and repair of vehicles and machinery, and funding bonds. The proceeds of the tax are deposited in the Sales Tax Bond Sinking Debt Service Fund.

The proceeds from the three-fourths of one per cent sales and use tax received by the Council are used for construction, acquisition, extension, improvement, operation and maintenance of solid waste collection and disposal facilities, sewers and sewerage disposal works, facilities for pollution control and abatement, and funding bonds issued for these purposes. The proceeds of the tax are deposited in the Sanitation Special Revenue Fund.

The proceeds from the three-tenths of one per cent sales and use tax received by the Council are used within Wards 1, 2, 3, 4, 5, 7, 8, and 10 of the parish for acquiring and maintaining electric lights on streets, roads, alleys and public places, acquiring, improving and extending public works, including drainage and water control extensions, acquiring, constructing, improving and maintaining fire protection facilities, public safety facilities and equipment, recreational facilities, and public health facilities and equipment. The proceeds of the tax are deposited in the Wards 5 and 8 Special Revenue Fund and in the Wards 1, 2, 3, 4, 7, and 10 Special Revenue Fund.

The proceeds from the one-half of one percent sales and use tax received by the Council are used solely for the purposes of paying the cost of operating and maintaining jail facilities and minimum security facilities of the Parish, including the cost of feeding, transporting and clothing prisoners and providing medical care. The proceeds of the tax are deposited in the Jail Operating and Maintenance Special Revenue Fund.

### Ad Valorem Taxes

Ad valorem taxes are assessed on a calendar year basis in September or October of each year. The taxes become due and payable by December 31 and become delinquent on January 1. Notices regarding seizures are sent out in April with the seizure date being May 1. The taxes are collected on behalf of the Council by the Sheriff and then remitted to the Council. Most ad valorem taxes are received by the Council in December, January and February.

NOTE 5 – TAXES (continued)

For 2014, the Council levied the following ad valorem taxes.

<u>Purpose</u>	<u>Millage</u>
Parish tax for defraying the expenses of the Council and other legal purposes	7.25
Criminal Justice System Tax helping to defray the expense of the Criminal Justice System	3.62
Library – Debt Service Only	1.25

During 2014, certain long-term debt related to the Library was repaid. The Council plans to reduce the millage related to this debt in the future.

NOTE 6 - CASH AND CASH EQUIVALENTS AND INVESTMENTS

The Council does not have a formal investment policy related to interest rate risk (the risk of an investment decreasing in value due to increasing interest rates).

In addition, the Council does not have a formal investment policy related to credit risk (including concentrations of credit). However the Council does follow state law as to limitations on types of deposits and investments as described below.

The Council does not invest in any investments subject to foreign currency risk.

Cash and cash equivalents

Under state law the Council may deposit its funds with certain state and federally chartered financial institutions. These deposits are required to be insured or collateralized by the financial institutions.

At year end 2014 the carrying amount of the Council's cash was \$7,360,985 and the bank balance was \$7,599,760. A portion of these balances was covered by federal depository insurance, the uninsured portion of \$5,849,760 was collateralized with securities held by the financial institutions but not in the Council's name.

NOTE 6 - CASH AND CASH EQUIVALENTS AND INVESTMENTS (continued)

Investments

Under state law the Council may invest in certain federal or federally guaranteed securities, certain bank time certificates of deposit, mutual or trust funds, and in the Louisiana Asset Management Pool (LAMP). LAMP is an external investment pool operated to allow local government to pool their investment funds. LAMP is not registered with the SEC as an investment company. LAMP is subject to regulatory oversight of the Louisiana State Treasurer and the LAMP board of directors. Share values for the pool are valued at amortized cost which may vary slightly from the fair value.

The following is a summary of investments held by the Council at December 31, 2014.

	<u>Amount</u>	Percentage of Total <u>Investments</u>
U.S. Government Securities	\$12,793,722	80%
LAMP (rated AAAM by Standard & Poors)	<u>3,112,647</u>	<u>20%</u>
	<u>\$15,906,369</u>	<u>100%</u>

As of December 31, 2014, the Council had the following investments and maturities:

<u>Investment Type</u>	<u>Investment Maturities (in years)</u>			
	<u>Fair Value</u>	<u>Less than 1</u>	<u>1 - 5</u>	<u>6 - 10</u>
U.S. Agencies	<u>\$12,793,722</u>	<u>\$7,425,073</u>	<u>\$5,268,138</u>	<u>\$100,511</u>

LAMP determines its maturities using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 60 days, and consists of no securities with a maturity in excess of 397 days. The WAM for LAMP's total investments is 52 days as of December 31, 2014.

## NOTE 7 - RECEIVABLES

Receivables at December 31, 2014, are as follows:

Governmental Funds

Major						
	General Fund	Road Const. & Maint. Fund	Sanitation Fund	Capital Improvement Fund	Total Nonmajor Governmental Funds	Total Governmental Receivables
Accounts	\$ 525,670	\$ 106,793	\$ 17,550	\$ 52,500	\$ 190,041	\$ 892,554
Total	\$ 525,670	\$ 106,793	\$ 17,550	\$ 52,500	\$ 190,041	\$ 892,554

Nonmajor Governmental Funds

	Jail Operating and Maintenance Fund	Wards 5&8 Sales Tax Fund	Local Law Enforcement Block Grant Fund #2	Housing Program	DWI Court- Patient Fee	DWI Court Grant	OJP Enhancement Grant	16th JDC Fairview Treatment Center	Total St. Mary Parish Drug Court	Total Nonmajor Governmental Funds
Accounts	\$ 321	\$ 74,715	\$ 1,443	\$ 758	\$ 150	\$ 16,920	\$ 3,530	\$ 76,386	\$ 15,818	\$ 190,041
Total	\$ 321	\$ 74,715	\$ 1,443	\$ 758	\$ 150	\$ 16,920	\$ 3,530	\$ 76,386	\$ 15,818	\$ 190,041

Enterprise Funds

	Reduction and Transfer Fund	Small Animal Control Fund	Kemper Williams Park Fund	Total Enterprise Funds Receivables
Accounts	\$ 564,166	\$ 3,000	\$ 1,881	\$ 569,047

All receivables are net of allowances for uncollectible accounts which are immaterial, except for Fairview Treatment Center which has an allowance for uncollectibles of \$772,343.

## NOTE 8 - ADVANCES TO/FROM OTHER FUNDS

Advances to/from other funds as of December 31, 2014 consisted of the following:

<u>Funds</u> <u>Advance due from</u>	<u>Funds</u> <u>Advance due to</u>							<u>Total</u>
	<u>General</u> <u>Fund</u>	<u>Sanitation</u>	<u>Road &amp;</u> <u>Maintenance</u> <u>Construction</u>	<u>Reduction</u> <u>and Transfer</u>	<u>Kemper</u> <u>Williams</u>	<u>Small</u> <u>Animal</u> <u>Control</u>	<u>Non Major</u> <u>Governmental</u> <u>Funds</u>	
General Fund				\$3,275,644			\$149,953	\$3,425,597
Capital Improvement			\$583,397	2,449,032				3,032,429
Combined Sewer Const.		\$104,951	554,913	699,726	\$343,663	\$222,902	750,336	2,676,491
Kemper Williams Park	\$13,000						126,385	139,385
Road Construction & Maintenance	123,000							123,000
Small Animal Control	7,000							7,000
Reduction and Transfer	83,000							83,000
Non Major Governmental	20,000			38,773			590,941	649,714
Total	<u>\$246,000</u>	<u>\$104,951</u>	<u>\$1,138,310</u>	<u>\$6,463,175</u>	<u>\$343,663</u>	<u>\$222,902</u>	<u>\$1,617,615</u>	<u>\$10,136,616</u>

Advances between funds primarily arise in two ways:

When one fund has a shortfall, and funds from another fund are used to cover expenditures. These are not expected to be repaid within the current year.

The Council maintains a comingled cash account and periodically one fund temporarily borrows amounts from the other funds to cover expenditures.



## NOTE 9 - INTERFUND TRANSFERS

Interfund transfers in for the year ended December 31, 2014, consisted of the following:

TRANSFER TO	TRANSFER FROM		
<b>Major Governmental Funds:</b>			
General Fund	Road Construction & Maintenance	\$ 1,650,000	
	Sales Tax Bond Sinking Fund	1,650,000	
	Gaming Receipt Fund	<u>120,000</u>	
Total General Fund			\$ 3,420,000
Road Construction & Maintenance Fund	Sanitation Fund		125,000
Sanitation Fund	Road Construction & Maintenance Fund	250,000	
	Combined Sewer Construction Fund	<u>200,932</u>	
Total Sanitation Fund			450,932
Capital Improvement Fund	Road Construction & Maintenance Fund		950,000
Combined Sewer Construction Fund	Sanitation Fund	1,158,932	
	3/4% Bond & Interest Sinking Fund	<u>141,891</u>	
Total Combined Sewer Construction Fund			<u>1,300,823</u>
Total Transfers In - Major Governmental Funds			<u>6,246,755</u>
<b>Non Major Governmental Funds:</b>			
Jail Operating & Maintenance Fund	General Fund	1,050,000	
	Gaming Receipt Fund	<u>225,000</u>	
Total Jail Operating & Maintenance Fund			1,275,000
Quitana Boat Landing Fund	Boat Landing Permit Fund		13,000
Sales Tax Wards 1,2,3,4,7, & 10	Gaming Receipt Fund		70,000
DWI Court	DWI Patient Fee Fund		19,000
3/4% Sales Tax Bond Sinking Fund	Sanitation Fund		730,000
Certificates of Indebtedness Sinking Fund	Road Construction & Maintenance Fund	903,698	
	Gaming Receipt Fund	<u>426,756</u>	
Total Certificates of Indebtedness Sinking Fund			1,330,454
Community Grant Fund	General Fund		20,000
Jail Sinking Fund	Jail Operating & Maintenance Fund		391,627
Jail Reserve Fund	Jail Operating & Maintenance Fund		19,581
Total Transfers In -Non Major Governmental Funds			<u>3,868,662</u>
Total Transfers In - Governmental Funds			<u>10,115,417</u>
<b>Business-type Activities:</b>			
Reduction and Transfer Fund	Sanitation Fund		925,000
Small Animal Control Fund	General Fund		215,000
Kemper Williams Park Fund	General Fund	345,000	
	Sales Tax Bond & Interest Sinking Fund	126,385	
	Capital Improvement fund	<u>50,000</u>	
Total Kemper Williams Park Fund			<u>521,385</u>
Total Transfers In - Business-type Activities			<u>1,661,385</u>
Total Transfers In			<u>\$ 11,776,802</u>

## NOTE 9 - INTERFUND TRANSFERS (continued)

Interfund transfers out for the year ended December 31, 2014, consisted of the following:

TRANSFER FROM	TRANSFER TO		
<b>Major Governmental Funds:</b>			
General Fund	Jail Operating & Maintenance Fund	\$ 1,050,000	
	Kemper Williams	345,000	
	Community Grant Fund	20,000	
	Small Animal Control Fund	<u>215,000</u>	
Total General Fund			\$ 1,630,000
Road Construction & Maintenance Fund	General Fund	1,650,000	
	Sanitation Fund	250,000	
	Capital Projects Fund	950,000	
	Certificates of Indebtedness Sinking Fund	<u>903,698</u>	
Total Road Construction & Maintenance Fund			3,753,698
Sanitation Fund	Road Construction & Maintenance Fund	125,000	
	3/4% Sales Tax Bond Sinking Fund	730,000	
	Combined Sewer Construction Fund	1,158,932	
	Road Construction & Maintenance Fund	<u>925,000</u>	
Total Sanitation Fund			2,938,932
Combined Sewer Construction Fund	Sanitation Fund		<u>200,932</u>
Total Transfers Out - Major Governmental Funds			<u>8,523,562</u>
<b>Non Major Governmental Funds:</b>			
Gaming Receipt Fund	Certificates of Indebtedness Sinking Fund	426,756	
	Sales Tax Wards 1,2,3,4,7 & 10	70,000	
	Jail Operating & Maintenance Fund	225,000	
	General Fund	<u>120,000</u>	
Total Gaming Receipt Fund			841,756
Boat Landing Permit Fund	Quintana Boat Landing Fund		13,000
Jail Operating & Maintenance Fund	Jail Sinking Fund	391,627	
	Jail Reserve Fund	<u>19,581</u>	
Total Jail Operating & Maintenance Fund			411,208
Sales Tax Wards 5&8	Kemper Williams Park		50,000
3/4% Sales Tax Bond Sinking	Combined Sewer Construction Fund		141,891
DWI Paitent Fee Fund	DWI Court		19,000
Sales Tax Bond Sinking Fund	General Fund	1,650,000	
	Kemper Williams Park Fund	<u>126,385</u>	
Total Sales Tax Bond Sinking Fund			1,776,385
Total Transfers Out - Non Major Governmental Funds			3,253,240
Total Transfers Out - Governmental Funds			<u>11,776,802</u>
Total Transfers Out			<u>\$ 11,776,802</u>

Transfers are used to:

Move revenues from the fund, that the budget ordinance requires to collect them to the fund that the budget ordinance requires to expend them,

Move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and

Use excess unrestricted revenues collected in one fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

To transfer any assets and liabilities remaining in a fund which has ceased operations to a fund continuing to operate.

# NOTE 10 - DUE TO/FROM COMPONENT UNITS

Due from component units at December 31, 2014 consists of the following:

<u>Payable to</u>	<u>Due From</u>	<u>Amount</u>
Major Funds:		
General Fund	Atchafalaya Golf Course Commission	
	portion expected to be repaid currently	\$ 22,212
	portion not expected to be repaid currently	1,550,000 *
	St. Mary Parish Water & Sewer Comm. No. 5	1,096
	St. Mary Parish Water & Sewer Comm. No.1	4,878
	St. Mary Parish Water & Sewer Comm. No. 2	3,614
	St. Mary Parish Water & Sewer Comm. No. 4	4,071
	St. Mary Parish Waterworks Dist. No. 5	5,473
		<u>1,591,344</u>
Road Const. & Maint. Fund	St. Mary Parish Waterworks District No. 5	562
	St. Mary Parish Consol. Grav. Drain. Dist. No. 1	961
		<u>1,523</u>
Sanitation Fund	St. Mary Parish Water & Sewer Comm. No. 5	8,361
	St. Mary Parish Water & Sewer Comm. No.1	30,570
	St. Mary Parish Water & Sewer Comm. No. 2	55,858
	St. Mary Parish Water & Sewer Comm. No. 4	81,141
	St. Mary Sewer District. No. 5	31,370
	St. Mary Parish Waterworks District No. 5	29,498
		<u>236,798</u>
Capital Improvements	St. Mary Parish Gravity Drain. Dist. No. 6	136
		<u>136</u>
Combined Sewer Construction Fund	St. Mary Parish Water & Sewer Comm. No. 5	216,891
	St. Mary Parish Water & Sewer Comm. No. 4	162,246
	St. Mary Parish Sewer District No. 5	290,000
		<u>669,137</u>
Kemper Williams Park Fund	St. Mary Parish Recreation District No. 4	1,898
		<u>1,898</u>
Total due from component units		<u>\$ 2,500,836</u>

Due to component units at December 31, 2014 consist of the following

<u>Payable to</u>	<u>Due From</u>	<u>Amount</u>
Atchafalaya Golfcourse Commission	General Fund	<u>\$ 100,000</u>

\*The portion not expected to be repaid currently is shown as non-spendable portion of fund balance in the General Fund balance sheet.

## NOTE 11- FIXED ASSETS

### CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2014, is as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending Balance</u>
<b>Governmental activities:</b>					
Capital assets not being depreciated					
Land	\$ 1,870,876				\$ 1,870,876
Construction in progress	1,887,343	\$ 3,329,766	\$ -	\$ (2,317,559)	2,899,550
Total capital assets not being depreciated	<u>3,758,219</u>	<u>3,329,766</u>	<u>-</u>	<u>(2,317,559)</u>	<u>4,770,426</u>
Other capital assets:					
Infrastructure	130,789,018	188,924			130,977,942
Building	17,516,962				17,516,962
Equipment and furniture	11,507,452	772,020	(1,032,106)		11,247,366
Improvements	21,701,903	-	-	2,317,559	24,019,462
Total other capital assets at historical cost	<u>181,515,335</u>	<u>960,944</u>	<u>(1,032,106)</u>	<u>2,317,559</u>	<u>183,761,732</u>
Less accumulated depreciation for					
Infrastructure	(52,228,358)	(3,189,061)			(55,417,419)
Building	(6,996,508)	(472,223)			(7,468,731)
Equipment and furniture	(9,484,427)	(584,895)	1,032,106		(9,037,216)
Improvements	(7,956,919)	(1,032,266)	-	-	(8,989,185)
Total accumulated depreciation	<u>(76,666,212)</u>	<u>(5,278,445)</u>	<u>1,032,106</u>	<u>-</u>	<u>(80,912,551)</u>
Other capital assets, net	104,849,123	(4,317,501)	-	-	102,849,181
Governmental capital assets, net	<u>\$ 108,607,342</u>	<u>\$ (987,735)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 107,619,607</u>
<b>Business-type activities:</b>					
Capital assets not being depreciated					
Construction in progress	\$ 314,569	\$ 978,058	\$ -	\$ (1,242,559)	\$ 50,068
Land	2,052,372				2,052,372
Land Improvements	1,750,227	-	-	-	1,750,227
Total capital assets not being depreciated	<u>4,117,168</u>	<u>978,058</u>	<u>-</u>	<u>-</u>	<u>3,852,667</u>
Other capital assets:					
Buildings	4,455,578				4,455,578
Equipment	8,048,427	303,955	(537,371)	-	7,815,011
Improvements	17,479,387	-	-	1,242,559	18,721,946
Total other capital assets at historical cost	<u>29,983,392</u>	<u>303,955</u>	<u>(537,371)</u>	<u>-</u>	<u>30,992,535</u>
Less accumulated depreciation for					
Building	(4,303,340)	(9,288)			(4,312,628)
Equipment	(5,983,387)	(424,578)	537,371		(5,870,594)
Improvements	(2,730,605)	(597,434)	-	-	(3,328,039)
Total accumulated depreciation	<u>(13,017,332)</u>	<u>(1,031,300)</u>	<u>537,371</u>	<u>-</u>	<u>(13,511,261)</u>
Other capital assets, net	16,966,060	(727,345)	-	-	16,238,715
Business-type activities capital assets, net	<u>\$ 21,083,228</u>	<u>\$ 250,713</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,333,941</u>

Depreciation expense was charged to function as follows:

<b>Governmental activities:</b>	
General government	\$ 906,484
Public safety	1,244,503
Public works	2,055,747
Health and welfare	66,018
Culture and recreation	1,005,693
Total governmental activities depreciation expense	<u>\$ 5,278,445</u>
<b>Business type activities:</b>	
Reduction and Transfer	\$ 951,103
Kemper William Park	67,854
Small Animal Control	12,343
Total business-type activities depreciation expense	<u>\$ 1,031,300</u>

## NOTE 12 - LONG TERM DEBT

As of December 31, 2014, the governmental long-term debt is segregated between the amounts to be repaid from governmental activities and amounts to be repaid from business-type activities.

### Governmental Activities:

As of December 31, 2014, the governmental long-term debt of the Council consisted of the following:

#### Public Improvement Sales Tax Bonds

\$1,255,000 of Public Improvement Sales Tax Refunding bonds, Series ST-2005 were issued on April 1, 2005, for the refunding of Sales Tax Bonds issued April 1, 1996. The bonds bear interest of 3.75 percent and are payable through the year 2016. These bonds are being retired from the one percent Sales Tax Bond Sinking Fund. \$295,000

\$1,105,000 of General Obligation Refunding Bonds, Series 2004, were issued on January 1, 2005, for the refunding of General Obligation bonds issued November 1, 1996. The bonds bear interest of 3.75 percent and are payable through the year 2016. These bonds are to be retired from the annual levy and collection of unlimited ad valorem taxes on all property within the Parish's boundaries, excluding the City of Morgan City. Although the Council is servicing the debt on these bonds, the St. Mary Parish Library will be transferring ad valorem taxes to the Council to service the debt. These bonds are being paid from the St. Mary Parish Library General Obligation '96 Sinking Fund. 265,000

\$2,500,000 of General Obligation Bonds, Series 2009, were issued March 1, 2009, to improve, construct and acquire buildings, equipment, and books for the parish libraries, outside the City of Morgan City. The bonds bear interest at 3.8 to 4.0 percent and are payable through the year 2029. These bonds are to be retired from ad valorem taxes. Although the Council is servicing these bonds, the St. Mary Parish Library Fund will be expending the proceeds and will also be transferring ad valorem taxes to the Council to service the debt. These bonds are being paid from the St. Mary Parish Library General Obligation '96 Sinking Fund 2,090,000

NOTE 12 - LONG TERM DEBT (continued)

\$6,865,000 of Public Improvement Sales Tax Bond, Series 2011 were issued on September 1, 2011, for the acquisition, construction, improvements, maintenance and repair of roads, capital improvements, public works and buildings, including the acquisition of sites and necessary fixtures, equipment, furnishings and appurtenance. The bonds bear interest at 3.0 to 4.25 percent and are payable through the year 2031. These bonds are being retired from the Sales Tax Bond Sinking Fund.

6,580,000

\$600,000 of Certificate of Indebtedness, Series 2011 were issued on November 22, 2011, to make capital improvements. The certificates bear interest of 1.93 percent and are payable through the year 2021. The Certificates are being paid by the Certificate of Indebtedness Sinking Fund.

442,000

REVENUE BONDS

\$3,575,000 of refunding bonds, Series 2005, were issued on January 1, 2005, for the refunding of revenue bonds issued on September 1, 2000. The bonds bear interest of 3.75 percent and are payable through the year 2015. These bonds are being retired from the Certificates of Indebtedness Sinking Fund.

420,000

\$3,750,000, Sewerage Sales Tax Bonds, Series 2006, were issued February 1, 2006 to pay the cost of constructing sewerage improvements. The bonds bear interest of 4.5 to 5.5 percent and are payable through the year 2025. The bonds are to be retired from the Three-fourths Percent Sales Tax and are paid from the Three-fourths Percent Sales Tax Bond Sinking Fund.

2,500,000

\$2,370,000, Public Parks and Recreation Refunding Bonds, Series 2008, were issued May 6, 2008, to repay \$785,000 of Public Parks & Recreation Bond Series 2002-A, and \$1,570,000 of Public Parks & Recreation Bonds Series 2002-B. The bonds bear interest of 3.38% and are payable through the year 2017. These bonds are to be retired from the excess annual revenues of the Parish and are paid from the Certificate of Indebtedness Sinking Fund.

820,000

NOTE 12 - LONG TERM DEBT (continued)

\$3,490,000 Jail Refunding and Revenue Bonds, Series 2010, were issued March 1, 2010, to repay \$2,290,000 of Revenue Refunding Bonds, Series 2004 and for renovating, improving, and equipping existing Jail Facilities. The Bonds bear interest of 3.83 percent and are payable through the year 2020. The bonds are to be retired from the net revenue derived from the operations of the jail facilities and are paid from the Jail Revenue Bond Sinking Fund.

2,265,000

\$2,345,000 of revenue refunding bonds, Series 2012, were issued on November 1, 2012, for the refunding of revenue bonds issued on January 27, 2005, Certificates of Indebtedness, Series 2006A, Certificates of Indebtedness, Series 2006B, and revenue bonds issued August 7, 2007. The bonds bear interest of 1.35 to 1.7 percent and are payable through the year 2019. These bonds are being retired from ad valorem taxes from the Certificate of Indebtedness Sinking Fund.

1,340,000

\$3,890,000 of Sewerage Sales Tax refunding bonds, Series 2012, were issued on October 1, 2012, for the purpose of refunding \$3,810,000 of Sewerage Sales Tax Bonds, Series 2004 and paying the cost of issuance of the bonds. The bonds bear interest of 2.0 to 2.75 percent and are payable through the year 2024. The bonds are to be retired from the Three-fourths percent Sales Tax and are paid from the Three-fourths Percent Sales Tax Bond Sinking Fund.

3,845,000

Plus original issue premium

72,694

Accrued compensated absences-all noncurrent

198,000

Total Governmental Activity Debt

\$21,132,694

NOTE 12 - LONG TERM DEBT (continued)

Business-type Activities:

As of December 31, 2014, the long-term debt payable from proprietary fund resources consisted of the following:

\$8,915,000 of Solid Waste Sales Tax Bonds, Series 2010, were issued on December 21, 2010 for the purpose of constructing and acquiring improvements at the parish landfill. The certificates bear interest of 3 to 5 percent and are payable through the year 2028. The bonds are to be retired from the three-fourths percent sales tax and excess operating revenues from the landfill and are to be paid from the Reduction and Transfer Fund 8,080,000

Less original issue discount (68,020)

\$4,945,000 of Solid Waste Sales Tax Bonds, Series 2013, were issued on April 9, 2013 for the partial refunding of Solid Waste Bonds, Series 2008. The Certificates bear interest of 2.0 to 3.25 percent and payable through the year 2024. The bonds are to be retired from the three-fourths percent sales tax and excess operating revenues from the landfill and are to be paid from the Reduction and Transfer Fund 4,880,000

Total Enterprise Indebtedness \$12,891,980

In February of 2014, the Council defeased \$1,320,000 of the General Obligation Bonds, Series 2005. The Council used \$500,000 received from the St. Mary Library Board plus an additional \$902,308 of excess Library Sinking Fund monies to transfer to an escrow agent to repay the principal, accrued interest, and repayment costs related to these bonds. The Council completed the repayment to reduce its total debt service payments over the next 10 years by \$295,000 and to obtain an economic gain (the difference between the present values of the old debt service payments, and the current repayment amount and the repayment costs) of approximately \$2,000.

Due to this reduction of future debt payments, the Council plans to reduce the related ad valorem tax millage dedicated to this debt in 2015.



## NOTE 12 - LONG TERM DEBT (continued)

At December 31, 2014, \$9,806,000 of outstanding bonds are considered defeased.

The Council is subject to certain affirmative and negative covenants pursuant to its bond and debt agreements. These covenants include but are not limited to:

- 1 Establishment and funding of certain debt service funds
- 2 Preparation and adoption of budgets
- 3 Preparation and independent audit of financial statements
- 4 Restriction as to additional debt issuance
- 5 Restriction as to investments

Long-term liability activity for the year ended December 31, 2014, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due within One Year</u>
Governmental Activities:					
Bonds payable:					
General obligation Debt	\$ 11,606,000		\$ (1,934,000)	\$ 9,672,000	\$ 551,000
Revenue bonds	12,197,694		(1,827,694)	10,370,000	1,815,000
Original issue premium	72,694		-	72,694	-
Public parks and recreation bonds	<u>1,075,000</u>	<u>-</u>	<u>(255,000)</u>	<u>820,000</u>	<u>260,000</u>
Total bonds payable	<u>24,951,388</u>	<u>-</u>	<u>(4,016,694)</u>	<u>20,934,694</u>	<u>2,626,000</u>
Other liabilities:					
Compensated absences	<u>165,000</u>	\$ 33,000	-	198,000	-
Total other liabilities	<u>165,000</u>	<u>33,000</u>	<u>-</u>	<u>198,000</u>	<u>-</u>
Governmental activities long-term liabilities	<u>\$ 25,116,388</u>	<u>\$ 33,000</u>	<u>\$ (4,016,694)</u>	<u>\$ 21,132,694</u>	<u>\$ 2,626,000</u>
Business-type Activities					
Bonds payable:					
Landfill debt	\$ 13,675,000	\$ -	\$ (715,000)	\$ 12,960,000	\$ 730,000
Original issue discount	<u>(68,020)</u>	<u>\$ -</u>	<u>-</u>	<u>(68,020)</u>	<u>-</u>
Business-type activities long-term liabilities	<u>\$ 13,606,980</u>	<u>\$ -</u>	<u>\$ (715,000)</u>	<u>\$ 12,891,980</u>	<u>\$ 730,000</u>

## NOTE 12 - LONG TERM DEBT (continued)

### Debt Maturity

Debt service requirements (excluding compensated absences and premiums or discounts) at December 31, 2014 were as follows:

Governmental Activities - Bonds						
Year Ended December 31,	General Obligation		Revenue Bonds		Public Parks & Recreation	
	Principal	Interest	Principal	Interest	Principal	Interest
2015	\$ 551,000	\$ 362,127	\$ 1,815,000	\$ 319,352	\$ 260,000	\$ 27,716
2016	574,000	343,184	1,440,000	266,272	275,000	18,928
2017	461,000	326,094	1,030,000	227,156	285,000	9,634
2018	483,000	311,982	1,060,000	195,050		
2019	505,000	297,191	1,090,000	161,725		
2020-2024	2,703,000	1,195,072	3,650,000	406,473		
2025-2029	3,265,000	627,170	285,000	13,253		
2030-2031	1,130,000	71,988	-	-	-	-
Total	<u>\$ 9,672,000</u>	<u>\$ 3,534,808</u>	<u>\$ 10,370,000</u>	<u>\$ 1,589,281</u>	<u>\$ 820,000</u>	<u>\$ 56,278</u>

Business-type Activities Solid Waste			Council's Total Debt		
Landfill Debt			Principal	Interest	Total
	Principal	Interest			
2015	\$ 730,000	\$ 494,711	\$ 3,356,000	\$ 1,203,906	\$ 4,559,906
2016	745,000	475,486	3,034,000	1,103,870	4,137,870
2017	770,000	454,186	2,546,000	1,017,070	3,563,070
2018	795,000	431,842	2,338,000	938,874	3,276,874
2019	820,000	407,549	2,415,000	866,465	3,281,465
2020-2024	4,535,000	1,600,310	10,888,000	3,201,855	14,089,855
2025-2029	4,565,000	480,061	8,115,000	1,120,484	9,235,484
2030-2031	-	-	1,130,000	71,988	1,201,988
	<u>\$ 12,960,000</u>	<u>\$ 4,344,145</u>	<u>\$ 33,822,000</u>	<u>\$ 9,524,512</u>	<u>\$ 43,346,512</u>

#### NOTE 13 - CONDUIT DEBT OBLIGATION AND ECONOMIC DEVELOPMENT GRANTS

The Council works with the Louisiana Economic Development Corporation (LEDC) to assist certain private entities in expanding their business in order to create jobs in the parish.

LEDC assists these private businesses by issuing grants to the Council, that the Council in turn uses to acquire assets to be leased to the private businesses. The businesses agree to use the assets to create a specified number of new jobs. At the end of the lease, the assets become the property of the business. If the businesses fail to create the agreed number of new jobs, the LEDC may require repayment of the grant by the business. During 2014 the LEDC and the Council were assisting two local businesses under these programs.

In 2003, the Council through its component unit, the Industrial Development Board of the Parish of St. Mary, Louisiana, Inc. ( I D Board), approved and issued \$4 million of Taxable Revenue Bonds in addition, LEDC provided a \$1.5 million economic development grant to the business through the Council. This was done to provide financial assistance to a business for the acquisition and construction of industrial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying leases. Upon repayment of the bonds, ownership of the acquired facilities transfers to the business served by the bond issuance. In return for this assistance, the business is required to make lease payments to the Council sufficient to fully fund the \$4 million in debt and to create a specified number of new jobs. In 2004, the project was completed and all of the proceeds were funded to the private-sector entity. In December 2012 the Company exercised its option to purchase all of the equipment leased pursuant to the lease and in March of 2014 the business reimbursed LEDC \$549,187 for the unmet requirements under the grant agreement and all grant related rights to the assets were transferred to the Company. In June 2014, the business paid off the remaining debt.

In 2004, the Council and another business entered into an economic development award contract with LEDC for \$450,000. According to this contract, the Council is responsible for acquiring and refurbishing a building, then leasing the building to the private business entity. Under the contract, the private business entity is responsible for starting and operating a business and creating certain jobs in the future. The LEDC is responsible for reimbursing the Council for the purchase of the building and renovations up to \$450,000. The money is to be used to purchase and refurbish a building to be owned by the Council. Upon completion of the renovations, the building is to be leased to the private business entity. During 2005 the Council completed the project and received the final reimbursement from LEDC. The business began its operations in 2005. The business failed to create the specified number of jobs in 2011 and in prior years. Due to the business' failure to provide the agreed upon number of jobs, in October 2011 LEDC demanded repayment of principle and interest of \$202,269. The business began making monthly payments of \$1,700 in December 2011 and is currently making monthly payments of \$4,600 on this debt. The Council is not responsible for any repayments related to this debt.

NOTE 13 - CONDUIT DEBT OBLIGATION AND ECONOMIC DEVELOPMENT GRANTS  
(continued)

In addition, the Council was assisting two local businesses by issuing Revenue Bonds in the business' behalf.

In 2007 the I D Board issued \$2.1 million of Tax Exempt Revenue Bonds to assist with the development of a new business. These Bonds are secured solely by properties owned by the business and revenues earned by the business and a guarantee by its affiliated company. In 2009, all of the approved bond proceeds had been drawn and utilized by the Company and the project was complete. The Company began making principle payments in 2010 and the outstanding balance of the debt was \$1,567,235 at December 31, 2014.

In 2013, the I D Board issued \$7.5 million of Taxable Revenue Bonds to assist with the relocation and expansion of a business. These bonds are payable solely from the income and revenues derived from the sale, lease, or other disposition of the Project. During 2013, the \$7.5 million bond proceeds were drawn and utilized by the Company, however the project was not completed. No principle payments were due in 2014 and all interest payments were made.

Neither the Council, nor any political subdivision thereof is obligated in any manner for repayment of any of the above described debt. Accordingly, the debt is not reported as liabilities in the accompanying financial statements.

At December 31, 2014, \$9,067,235 of conduit debt was outstanding.

NOTE 14 - VENTURES WITH OTHER GOVERNMENTS

The Council is participating in an agreement with the City of Franklin (City) for the operation of sewerage facilities for the City and surrounding Parish areas. The City government operates the system including budgetary and financial matters and the Council does not participate in the operation or management of the system. The Council reimburses the City for thirty percent of the operating costs. The Council, in turn, is reimbursed for 33% of its share by St. Mary Parish Water and Sewer Commission No. 4. The fiscal year for the project ends April 30, 2014.

Total revenues for the year ended April 30, 2014, were approximately \$248,000; total expenditures were approximately \$718,000. Separate balance sheet amounts are not readily available at year end.

The City maintains separate financial information for this project, which is included in its financial report for the year ended April 30, 2014, which is available from the Chief Financial Officer of the City of Franklin.

#### NOTE 14 - VENTURES WITH OTHER GOVERNMENTS (continued)

The City, Parish, and the St. Mary Parish Consolidated Drainage District No. 1 (District) have agreed to set up a fund for maintenance of the Yokely Pumping Station. Each of the three is to place in a Capital Maintenance Fund money in the amount of \$3,333 per year until the amount reaches the sum of \$50,000. At any time the fund falls below \$50,000 each entity is to replenish the fund on the same equal basis up to \$50,000. The District is in charge of overseeing the Capital Maintenance Fund. The District maintains separate financial information for this project, which is included in its financial report for the year ended September 30, 2014, which is available from the Clerk of the St. Mary Parish Council. Total revenues for the year ended September 30, 2014, were approximately \$10,000; total expenditures were approximately \$9,000. At September 30, 2014, total assets were approximately \$28,000 and the total fund balance was approximately \$28,000.

In 2009 the City, the Council, and the District entered into another intergovernmental agreement with the State of Louisiana to fund Phase II of the Yokely Project. The total estimated cost of this phase of the project is \$1,666,650, with the State's share being 70% of the cost or \$1,166,650 and the local share of the project being 30% or \$500,000. The City, the Council, and the District are each responsible for one-third of the local share. The Council has made payments totaling approximately \$40,000 through 2014. The City is in charge of overseeing the project until completion and will maintain financial information on the project which will be available from the City's Chief Financial Officer.

#### NOTE 15 - PENSION PLAN AND OTHER POST RETIREMENT BENEFITS

##### Pension Plan

The Council contributes to the Parochial Employees' Retirement System of Louisiana (Plan A), a cost sharing multiple-employer public employee retirement system administered by a Board of Trustees consisting of seven members. The System provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. The System was established by the Louisiana legislature by Act 205 of 1952 and revised by Act 765 of 1979. The System issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by calling the Parochial Employees' Retirement System of Louisiana at (225) 928-1361.

Plan members are required to contribute 9.50% of their annual covered salary and the St. Mary Parish Council is required to contribute at a rate of 16.00% of annual covered payroll. The Council's actual contributions to the System for the years ending December 31, 2014, 2013, and 2012 were approximately \$989,000, \$981,000 and \$922,000, respectively; and were equal to the required contributions for each year.

See Note 1, item T for information about future accounting changes related to how governments will report pension obligations.

NOTE 15 - PENSION PLAN AND OTHER POST RETIREMENT BENEFITS (continued)

Other Post Retirement Benefits

**Background.** The Council provides healthcare insurance for their retired employees. Governmental Accounting Standards Board (GASB) Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* addresses the reporting requirements that should be followed for local governments. The Council has implemented these changes for the year beginning, January 1, 2008.

**Plan description.** The Council's Retiree Medical Plan is a single-employer defined benefit healthcare plan administered by the Council. The plan was established by the Council through Ordinance No. 1379 to provide medical insurance benefits to eligible retirees and their dependents upon retirement. The plan does not issue a financial report.

**Funding Policy.** Ordinance No. 1379 provides the authority under which the obligations of the plan members (current employees, retirees and retiree's dependents), and the employer (Council) are established or may be amended. No contribution is required by employees or retirees; a contribution equal to forty percent of the monthly health care insurance premium is required for each retiree's dependent. For retirees, the Council pays 100% of their medical benefits and 60% of their dependent's benefits. In 2013, the Council's portion of health care funding cost for retired employees totaled \$406,000. The Council has elected to fund the plan on the "pay-as-you-go" basis, that is paying retiree's and their dependent's insurance premiums when due.

**Annual OPEB Cost and Net OPEB Obligation.** The Parish's annual other post employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. The following tables show the components of the Parish's annual OPEB cost for the year, the amount actually contributed to the plan, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation at the end of the year:

Annual required contribution	\$1,543,048
Interest on net OPEB obligation	270,087
ARC Adjustment	<u>(390,479)</u>
Annual OPEB cost (expense)	1,422,656
Contributions made	<u>(388,309)</u>
Increase in net OPEB obligation	1,034,347
Net OPEB Obligations – Beginning of year	<u>6,752,179</u>
Net OPEB Obligations – End of year	<u>\$7,786,526</u>

NOTE 15 - PENSION PLAN AND OTHER POST RETIREMENT BENEFITS (continued)

<u>Year Ended</u>	<u>Annual OPEB Cost</u>	<u>% of annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
12/31/12	\$1,752,611	21.4%	\$5,432,188
12/31/13	1,822,715	22.2%	6,752,179
12/31/14	1,543,048	25.2%	7,786,526

**Funding Status and Funding Progress.** As of January 1, 2014, the most recent actuarial valuation, the actuarial accrued liability (AAL) was \$14,687,222, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$5,464,754, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 268.76%. As of December 31, 2014, the plan had no assets and hence had a funded ratio of zero.

Actuarial valuations of the benefits plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Actuarial determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress presented as required supplemental information following the notes to the financial statements presents information that shows whether the actuarial value of plan assets is increasing or decreasing relative to the actuarial accrued liabilities for benefits.

**Actuarial Methods and Assumptions.** Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the Council and plan members) and include the types of benefits provided at the time of valuation and the historical pattern of sharing of benefits costs between the employer and plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the Council and plan members in the future. The actuarial methods and assumptions used include techniques that are designed to reduce the effect of short term volatility in actuarial accrued liabilities and the actuarial value of assets consistent with the long term perspective of actuarial calculations.

In the January 1, 2014, actuarial valuation, the projected unit credit cost method was used. The actuarial assumptions included a 4% investment rate of return (net of administrative expenses), which is based on the expected long term investment returns on the Council's own investments, and on an initial annual medical trend cost rate of eight percent, and scaling down to an ultimate rate of five percent. The unfunded actuarial accrued liability is being amortized over thirty years using the level dollar amortization method on an open basis.

## NOTE 16 - COMMITMENTS

In late 2006, the Council entered into an agreement with the Belle of Orleans, LLC (Belle), a riverboat casino approved by parish voters to be berthed in and operate in Amelia, Louisiana, as the Amelia Belle. In lieu of the Council imposing an admission fee upon the Belle's patrons, the Belle has agreed to pay fees to the Council based upon a percentage of its net gaming proceeds for a period of ten years. Presently, the fee is \$1,500,000 annually.

The Council entered into a cooperative endeavor agreement with the Law Enforcement District of the Parish of St. Mary, State of Louisiana (the District) and the Sheriff of St. Mary Parish, Louisiana (the Sheriff). Under this agreement, the Council will transfer a portion of the money received from the Belle to the Sheriff. The Sheriff is to provide additional law enforcement services and traffic control activities in certain areas. The agreement will be terminated in 2015 and the final payment is anticipated to be approximately \$110,000.

In April 2012 and subsequently amended in October 2013, the Council entered into an additional agreement with the Sheriff. Under this amended agreement the Sheriff reimbursed the Council \$1120 per day (based on 160 prisoners at \$7.00 per day) for the housing of Department of Corrections prisoners at the Centerville Facility and Courthouse Jail through June 2014. In addition the Sheriff reimbursed the Council 33 1/3% of the cost of the "Health Service Agreement" as related to prisoners (further described in Note 19).

The Council entered into a cooperative endeavor agreement with the Office of the District Attorney of the Sixteenth Judicial District (District Attorney). Under this agreement, the Council will transfer a portion of the money received from the Belle to the District Attorney for the additional services and activities provided by the District Attorney. The Council is to pay the District Attorney an annual sum in the amount of \$50,000 which is to be paid on a monthly basis starting in June 2007.

The Council has agreed to assist Sewerage District No. 5 with a planned sewer expansion. The total cost of the project is approximately \$2.2 million with the Council being responsible for 85% of the costs. The project was substantially complete at December 31, 2014. The Council's remaining portion of the cost is estimated to be approximately \$14,000.

In 2011, the Council was awarded a federal grant for approximately \$19,500,000 to be funded and expended over ten years for various infrastructure and housing redevelopment and rehabilitation projects throughout the parish. The total amount spent on the projects through 2014 is approximately \$3,710,000. The Council will continue to conduct these projects in future years.



NOTE 17 - SOLID WASTE LANDFILL CLOSURE AND POST CLOSURE CARE COSTS

The Council provides for the collection and disposal of garbage through the operation of the Reduction and Transfer Fund, an enterprise fund. As part of this operation, a landfill composed of five areas is maintained. The operation of the landfill is subject to certain federal and state regulations. In 1989, the Council ceased operating and closed approximately 40 acres of the landfill which composed areas one and two.

Area 4 was permitted in 2002 and began operations in 2008, it includes approximately 65 acres and is the main portion of the Parish landfill currently in operation. Area 3A which totals approximately 7 acres is restricted to receiving construction waste and debris and has been used primarily for debris from storms. Area 3 covers approximately 40 acres, in 2008 it reached capacity and was capped on an interim basis, it is now available for additional use.

Since the Council accepted solid wastes at the landfill site after October 1993, the Council will be responsible for meeting state and federal requirements on the portions of the landfill which operate after that time. Those requirements mandate not only rigid landfill closure requirements but also monitoring, remediation and containment requirements for thirty years after closure. During 2011 management, with the assistance of consulting engineers, has re-estimated costs for closure of the landfill to be approximately \$7,080,000. In 2014 the costs for postclosure care, monitoring, and containment have been estimated to be approximately \$1,648,000 (\$55,000 per year for thirty years). These new estimated costs are based upon new materials and technologies developed and approved for landfill closure and post closure monitoring.

GASB statement No. 18, which specifies the accounting method to be utilized by governments that operate landfills, became applicable to the Council's operations effective January 1, 1994. GASB No. 18 requires that landfills estimate the total cost of closure and post closure care. Further that the landfill recognize a portion of these estimated closure and postclosure costs over the operating life of the landfill. These closure and postclosure costs should be recognized as a liability and charged as an expense of operations of the landfill each year based upon the amount of landfill space utilized in that year as compared to the total available landfill space.

As of December 31, 2014, the Council has recognized \$3,876,000 as the total estimated closure and postclosure care costs based upon the actual utilization through yearend compared to estimated total available usable landfill space as follows: Area 3 - 88%, Area 3A - 24%, and Area 4 - 20%. This leaves approximately \$4,850,000 of estimated closure and postclosure care costs remaining to be recognized in future years.

It is estimated that the landfill will reach its capacity in approximately 32 years at the current rate of use.

NOTE 17 - SOLID WASTE LANDFILL CLOSURE AND POST CLOSURE CARE COSTS (continued)

Estimated costs for closure and post closure are based on estimated costs at the current time and under the current regulations. Future changes in inflation, technology, or regulating requirements could cause these estimated costs to increase or decrease.

The Council meets the federal and state financial assurance requirements for operations of landfills, under the financial test or "self-insurance" method. The Council has formally set aside approximately \$2,575,000 in cash and investments for closure or post closure care costs, which is reported with restricted assets on the balance sheet of the Reduction and Transfer Fund.

NOTE 18 - RELATED PARTY

The Council received payment from the St. Mary Parish Sales Tax Department of approximately \$10,000 for office rental payments in 2014.

The Council made the following payments from the Wards 5 & 8 Sales Tax Fund during the year:

St. Mary Parish Recreation District No. 3	\$65,000
St. Mary Parish Recreation District No. 4	52,000
Wax Lake East Drainage District	8,000

Payments from Fairview Treatment Center for 2014 were as follows:

St. Mary Hospital Service District No. 3	\$136,000
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Payments from Clair House for 2014 were as follows:

St. Mary Hospital Service District No. 3	\$60,000
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Payments from the Combined Sewer Construction Fund for sewer related projects to related parties for 2014 were as follows:

St. Mary Parish Sewerage District No. 11	\$16,000
St. Mary Parish Sewer District No. 5	1,652,000

The Council made grant payments of \$250,000 to the Atchafalaya Golf Course during the year.

See Note 10 for the balances in the various payable and receivable accounts at December 31, 2014.

## NOTE 19 - RISK MANAGEMENT AND CONTINGENCIES

The Council is exposed to various risks of loss related to torts, theft or damage to assets, errors and omissions, injuries to employees and natural disasters. The Council has purchased commercial insurance to protect against loss from most of these perils. In addition, the Council provides certain medical and health care to parish prisoners. Prior to 2012, it was the policy of the Council to retain the risk of loss related to the costs of health care benefits for prisoners. During 2012 the Council entered into a "Health Services Agreement" with a Commercial Health Care provider to provide certain medical care to prisoners on an ongoing basis for a monthly fee (1/3 of which is reimbursed to the Council by the Sheriff, see Note 16). However the Council is still responsible for the hospitalization and certain other serious medical problems of the prisoners. During 2014 the Council paid \$804,000 and was reimbursed \$264,000 by the Sheriff under this agreement. In addition, the Council paid an additional \$16,000 for hospitalization and other serious medical care.

During the year ended December 31, 1996, the Council adopted the provisions of GASB applicable to accounting and reporting for risk and insurance related activities of governmental entities. The Council is reporting its risk retention activities in its General Fund.

There are no significant reductions in insurance coverages from prior years in the Council's insurance.

Settlements in the prior three years have not exceeded insurance coverages.

The Council uses a combination of past history and specific claim analysis to estimate its liability for unpaid claims. The Council does not discount the amount of claims to present value, nor has the Council purchased any annuity contracts to settle estimated liabilities.

Changes in the Council's estimated claims liabilities for years ended December 31, 2013 and 2014 were:

Liability balance, Jan. 1, 2013	--
Claims & changes in estimate	\$65,000
Claims paid	(65,000)
Liability balance, Dec. 31, 2013	--
Claims & changes in estimate	16,000
Claims paid	(16,000)
Liability balance, Dec. 31, 2014	--

The total expenditures reported by the Council for claims related to retained risk for the year ended December 31, 2014 totaled \$16,000.

The Council participates in a number of federally assisted programs. These programs are audited in accordance with the Single Audit Act of 1984. Audits of prior years have not resulted in any significant disallowed costs; however, grantor agencies may provide for further examinations. Based on prior experience, the Council's management believes that further examinations would not result in any material disallowed costs.

#### NOTE 19 - RISK MANAGEMENT AND CONTINGENCIES

The Council is subject to several lawsuits. The Council intends to vigorously defend itself against these claims. Management and its legal counsel cannot yet predict the outcome of these matters. However management believes the Council's ultimate liability, if any, after insurance company and third party reimbursements would be immaterial. Accordingly, no liability is recorded in these financial statements for these claims.

REQUIRED SUPPLEMENTAL INFORMATION

**ST. MARY PARISH COUNCIL  
REQUIRED SUPPLEMENTAL INFORMATION**

**Schedule of Funding Progress for  
the Council's Retiree Healthcare Plan**

Actuarial Valuation Date	Actuarial Value of Assets  (a)	Actuarial Accrued Liability (AAL)— Unit Cost (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a / b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ([b-a]/c)
1/1/2010	0	\$11,930,000	\$11,930,000	0	\$6,269,000	190.3%
1/1/2012	0	\$15,604,000	\$15,604,000	0	\$6,442,000	242.2%
1/1/2014	0	\$14,687,222	\$14,687,222	0	\$5,464,754	268.76%

Unaudited

SUPPLEMENTARY INFORMATION NON-MAJOR GOVERNMENTAL FUNDS

**ST. MARY PARISH COUNCIL**  
**COMBINING FINANCIAL STATEMENTS**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
By Governmental Fund Type

**SPECIAL REVENUE FUNDS**

Special revenue funds are used to account for the proceeds of specific revenue sources that are earmarked for expenditures for specified purposes.

**DEBT SERVICE FUNDS**

Debt Service Funds are used to account for the accumulation of resources for, and the payment of long-term debt principal, interest and related costs.

**CAPITAL PROJECTS FUND**

The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). The last remaining project in this Capital Project Fund was completed during the year and the fund was closed to the Road Construction and Maintenance Fund.



# ST. MARY PARISH COUNCIL

## Combining Balance Sheet Nonmajor Governmental Funds - By Fund Type December 31, 2014

	Special Revenue Funds	Debt Service Funds	Total Nonmajor Governmental Funds
<b>ASSETS</b>			
Cash and cash equivalents	\$540,583	\$2,372,456	\$2,913,039
Investments	1,936,126	1,670,453	3,606,579
Receivables (net of allowances for uncollectibles)	190,041		190,041
Due from other governments	1,012,739	970,844	1,983,583
Due from other funds	6,576		6,576
Advance to other funds	928,859	688,756	1,617,615
Other assets	71,914		71,914
Total assets	<u>\$4,686,838</u>	<u>\$5,702,509</u>	<u>\$10,389,347</u>
<b>LIABILITIES AND FUND EQUITY</b>			
<b>Liabilities</b>			
Accounts payable	\$427,669		\$427,669
Accrued liabilities	139,903		139,903
Due to other governments	104,452		104,452
Advance from other funds	87,343	\$562,371	649,714
Total liabilities	<u>759,367</u>	<u>562,371</u>	<u>1,321,738</u>
<b>Fund equity</b>			
<b>Fund balances</b>			
<b>Restricted for</b>			
Use in specific geographic areas	1,845,025		1,845,025
Debt services		2,585,368	2,585,368
Committed - public safety	50,000		50,000
<b>Assigned for</b>			
General Government	149,465		149,465
Public safety	56,678		56,678
Public works	150,145		150,145
Culture & recreation	289,307		289,307
Health & welfare	635,782		635,782
Urban redevelopment & housing	8,642		8,642
Debt services		2,647,532	2,647,532
Unassigned	742,427	(92,762)	649,665
Total fund equity	<u>3,927,471</u>	<u>5,140,138</u>	<u>9,067,609</u>
Total liabilities and fund equity	<u>\$4,686,838</u>	<u>\$5,702,509</u>	<u>\$10,389,347</u>

**ST. MARY PARISH COUNCIL**

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Governmental Funds - By Fund Type  
For the Year Ending December 31, 2014

	Special Revenue Funds	Debt Service Funds	Capital Projects Fund	Total Nonmajor Governmental Funds
<b>REVENUES</b>				
Taxes				
Sales and use	\$1,904,686	\$2,200,789		\$4,105,475
Ad Valorem		596,221		596,221
Intergovernmental revenues				
Federal	3,949,022			3,949,022
State	946,084			946,084
Local	288,887			288,887
Riverboat fees	1,500,000			1,500,000
Licenses & Permits	23,850			23,850
Fees, Charges, & Commission	312,180			312,180
Investment earnings & interest	219	3,261	\$71	3,551
Other revenues	2,702	86		2,788
Total revenues	<u>8,927,630</u>	<u>2,800,357</u>	<u>71</u>	<u>11,728,058</u>
<b>EXPENDITURES</b>				
Current:				
General government	461,230			461,230
Public safety	2,772,036			2,772,036
Public works	264,604			264,604
Culture & Recreation	405,574			405,574
Health & Welfare	4,239,459			4,239,459
Urban redevelopment & housing	435,461			435,461
Capital outlay	39,463		519,552	559,015
Debt service				
Principal		2,624,000		2,624,000
Interest		779,774		779,774
Fees		20,475		20,475
Total expenditures	<u>8,617,827</u>	<u>3,424,249</u>	<u>519,552</u>	<u>12,561,628</u>
Excess (deficiency) of revenues over (under) expenditures	<u>309,803</u>	<u>(623,892)</u>	<u>(519,481)</u>	<u>(833,570)</u>
<b>OTHER FINANCING SOURCES</b>				
Payments to bond escrow agent		(1,397,808)		(1,397,808)
Operating transfers in	1,397,000	2,471,662		3,868,662
Operating transfers out	(1,334,964)	(1,918,276)		(3,253,240)
Total other financing sources (uses)	<u>62,036</u>	<u>(844,422)</u>	<u>-</u>	<u>(782,386)</u>
<b>SPECIAL ITEM</b>				
Payment from St. Mary Library Board		500,000		500,000
Net change in fund balance	371,839	(968,314)	(519,481)	(1,115,956)
Fund balance at beginning of year	<u>3,555,632</u>	<u>6,108,452</u>	<u>288,837</u>	<u>9,952,921</u>
Residual equity (deficit) transfer	<u>-</u>	<u>-</u>	<u>230,644</u>	<u>230,644</u>
Fund balance at end of year	<u>\$3,927,471</u>	<u>\$5,140,138</u>	<u>-</u>	<u>\$9,067,609</u>

## ST. MARY PARISH COUNCIL

### COMBINING FINANCIAL STATEMENTS & BUDGETARY COMPARISON SCHEDULES NON-MAJOR SPECIAL REVENUE FUNDS

#### GAMING RECEIPT FUND

The Gaming Receipt Fund is used to account for money received under an agreement with the Amelia Belle Riverboat Casino.

#### WITNESS FEE FUND

The Witness Fee Fund is used to account for monies received for court costs and fines related to cases in St. Mary Parish. Funds are used to pay witness fees related to Parish court cases.

#### JUROR COMPENSATION FUND

The Juror Compensation Fund is used to account for monies received related to juror compensation fees and paid for jury costs for cases in St. Mary Parish.

#### COMMUNITY GRANT FUND

The Community Grant Fund is used to account for money received from the Chitimacha Tribe under the community grant agreement which ended in 2007.

#### WARDS 5 AND 8 SALES TAX FUND

The Wards 5 and 8 Sales Tax Fund accounts for the proceeds of the three-tenths of one percent sales and use tax levied within Wards 5 and 8 to acquire and maintain lights, public works, fire protection, recreational, and health facilities.

#### WARDS 1, 2, 3, 4, 7, AND 10 SALES TAX FUND

The Wards 1, 2, 3, 4, 7, and 10 Sales Tax Fund accounts for the proceeds of the three-tenths of one percent sales and use tax levied within these wards to acquire and maintain lights, public works, fire protection, recreational, and health facilities.

#### JAIL OPERATING AND MAINTENANCE FUND

The Jail Operating fund is used to account for the proceeds of the one-half of one percent sales and use tax levied in St. Mary Parish to be used solely for the purposes of paying the cost of operating and maintaining jail facilities and minimum security facilities of the Parish.

#### 16th JDC - ST. MARY PARISH DRUG COURT FUND

The 16th JDC - St. Mary Parish Drug Court fund accounts for the operation of the adult and juvenile outpatient drug court program funded by federal and state grants from the Louisiana Supreme Court.

## JOB READINESS PROGRAM FUND

The Job Readiness Program Fund is used to account for Federal and State funds received for the purpose of providing work readiness training and job development/placement for drug court clients and inmates in the Sixteenth Judicial District.

## BOAT LANDING FUNDS

The various boat landing funds account for funds received from the sale of permits and launch fees to users of the various boat landings located throughout St. Mary Parish.

## LOCAL LAW ENFORCEMENT BLOCK GRANT #2

The Local Law Enforcement Block Grant #2 fund accounts for the proceeds and expenditures resulting from a grant from the U.S. Department of Justice. This grant is for reducing crime and improving public safety.

## LCDGC PROGRAM

The Louisiana Community Development Block Grant (LCDBG) Program is used to account for revenue and expenditures of a federal grant received for housing rehabilitation/replacement in the parish.

## HOUSING PROGRAM

The Housing Program administers the Section 8 Housing Program which covers all of St. Mary Parish, excluding Morgan City.

## DWI COURT

The DWI Court Fund is used to increase public safety by ensuring DWI offenders are held accountable for their behavior.

## DWI COURT - PATIENT FUND

The DWI Court Patient Fee Fund is used to account for fees received and other expenses related to participants in the DWI Court Program.

## OJP ENHANCEMENT GRANT FUND

The OJP Enhancement Grant Fund is used to account for operation of a specialty track for 18-25 year olds in drug court.

## FAIRVIEW TREATMENT CENTER

The Fairview Treatment Center operates an alcohol and drug abuse, inpatient treatment facility for the residents of Louisiana.

## CLAIRE HOUSE

Claire House operates a long-term residential treatment facility for chemically addicted women and their children.

**ST. MARY PARISH COUNCIL**

Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2014

	Gaming Receipt Fund	Witness Fee Fund	Juror Compensation Fund	Community Grant Fund	Wards 5 & 8 Sales Tax Fund	Wards 1,2,3,4,7 & 10 Sales Tax Fund	Jail Operating & Maint. Fund	16th JDC- St. Mary Parish Drug Court	Job Readiness Program Fund
<b>ASSETS</b>									
Cash and cash equivalents	\$154,791			\$151,611			\$37,341	\$1,869	\$68,549
Investments	755,173			111	\$416,738	\$756,227	7,664		
Accounts receivable					74,715		321	15,818	
Due from other governments						84,913	194,641	87,614	
Due from other funds	1,007					1,321			
Advance to other funds		\$76,590	\$73,363		458,944	115,718			17,598
Other assets							67,694		
Total assets	<u>\$910,971</u>	<u>\$76,590</u>	<u>\$73,363</u>	<u>\$151,722</u>	<u>\$950,397</u>	<u>\$958,179</u>	<u>\$307,661</u>	<u>\$105,301</u>	<u>\$86,147</u>
<b>LIABILITIES AND FUND EQUITY</b>									
Liabilities									
Accounts payable	\$104,442	\$488		\$1,577	\$5,856	\$56,131	\$192,210	\$38,092	
Accrued liabilities	2,462					1,564		59,425	\$10,584
Due to other governments								(24,601)	
Advance from other funds							58,773		
Total liabilities	<u>106,904</u>	<u>488</u>	<u>-</u>	<u>1,577</u>	<u>5,856</u>	<u>57,695</u>	<u>250,983</u>	<u>72,916</u>	<u>10,584</u>
Fund equity (deficit)									
Fund balances (deficits)									
Restricted for use in specific geographic areas					944,541	900,484			
Committed - public safety	50,000								
Assigned for									
General government		76,102	73,363						
Public safety							56,678		
Public works				150,145					
Culture & Recreation									
Health & Welfare								32,385	75,563
Urban redevelopment & housing									
Unassigned	754,067								
Total fund equity (deficit)	<u>804,067</u>	<u>76,102</u>	<u>73,363</u>	<u>150,145</u>	<u>944,541</u>	<u>900,484</u>	<u>56,678</u>	<u>32,385</u>	<u>75,563</u>
Total liabilities and fund equity	<u>\$910,971</u>	<u>\$76,590</u>	<u>\$73,363</u>	<u>\$151,722</u>	<u>\$950,397</u>	<u>\$958,179</u>	<u>\$307,661</u>	<u>\$105,301</u>	<u>\$86,147</u>

The accompanying notes are an integral part of these financial statements.

**ST. MARY PARISH COUNCIL**

Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2014

	<b>Boat Landing Funds</b>							
	<b>Boat Landing Permit Fund</b>	<b>Lawrence J. Michel, Jr. Memorial Fund</b>	<b>Joe C. Russo Fund</b>	<b>Jesse Fontenot Memorial Fund</b>	<b>Marcel/Amelia Boat Landing Fund</b>	<b>Quintana Boat Landing Fund</b>	<b>Jessie B. Hayes Memorial Fund</b>	<b>Burguieres Landing Fund</b>
<b>ASSETS</b>								
Cash and cash equivalents	\$400	\$1,583	\$2,336	\$38,332		\$10,880	\$40,967	\$19,002
Investments	82			31		100		
Accounts receivable								
Due from other governments								
Due from other funds								
Advance to other funds	41,873		22,615		\$111,186			
Other assets								
<b>Total assets</b>	<u>\$42,355</u>	<u>\$1,583</u>	<u>\$24,951</u>	<u>\$38,363</u>	<u>\$111,186</u>	<u>\$10,980</u>	<u>\$40,967</u>	<u>\$19,002</u>
<b>LIABILITIES AND FUND EQUITY</b>								
<b>Liabilities</b>								
Accounts payable					\$80			
Accrued liabilities								
Due to other governments								
Advance from other funds								
<b>Total liabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>80</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund equity (deficit)</b>								
<b>Fund balances (deficits)</b>								
Restricted for use in specific geographic areas								
Committed								
Assigned for								
General government								
Public safety								
Public works								
Culture & Recreation	42,355	1,583	24,951	38,363	111,106	10,980	40,967	19,002
Health & Welfare								
Urban redevelopment & housing								
Unassigned								
<b>Total fund equity (deficit)</b>	<u>42,355</u>	<u>1,583</u>	<u>24,951</u>	<u>38,363</u>	<u>111,106</u>	<u>10,980</u>	<u>40,967</u>	<u>19,002</u>
<b>Total liabilities and fund equity</b>	<u>\$42,355</u>	<u>\$1,583</u>	<u>\$24,951</u>	<u>\$38,363</u>	<u>\$111,186</u>	<u>\$10,980</u>	<u>\$40,967</u>	<u>\$19,002</u>

The accompanying notes are an integral part of these financial statements.

**ST. MARY PARISH COUNCIL**

Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2014

	Local Law Enforcement Block Grant <u>Fund # 2</u>	Housing Program	DWI Court	DWI Court - Patient Fee	OJP Enhancement Grant	Fairview Treatment Center	Claire House	Total Nonmajor Special Revenue Funds
<b>ASSETS</b>								
Cash and cash equivalents	\$890	\$11,832					\$200	\$540,583
Investments								1,936,126
Accounts receivable	1,443	758	\$16,920	\$150	\$3,530	\$76,386		190,041
Due from other governments						321,476	324,095	1,012,739
Due from other funds	662		1,896		1,690			6,576
Advance to other funds				10,972				928,859
Other assets							4,220	71,914
Total assets	<u>\$2,995</u>	<u>\$12,590</u>	<u>\$18,816</u>	<u>\$11,122</u>	<u>\$5,220</u>	<u>\$397,862</u>	<u>\$328,515</u>	<u>\$4,686,838</u>
<b>LIABILITIES AND FUND EQUITY</b>								
Liabilities								
Accounts payable			\$1,590		\$850	\$22,981	\$3,372	\$427,669
Accrued liabilities	\$4,228	\$3,948	1,819		1,614	54,259		139,903
Due to other governments						129,053		104,452
Advance from other funds			24,265		4,305			87,343
Total liabilities	<u>4,228</u>	<u>3,948</u>	<u>27,674</u>	<u>-</u>	<u>6,769</u>	<u>206,293</u>	<u>3,372</u>	<u>759,367</u>
Fund equity (deficit)								
Fund balances (deficits)								
Restricted for use in specific								
geographic areas								1,845,025
Committed - public safety								50,000
Assigned for								
General government								149,465
Public safety								56,678
Public works								150,145
Culture & Recreation								289,307
Health & Welfare								635,782
Urban redevelopment & housing		8,642		11,122		191,569	325,143	8,642
Unassigned	(1,233)		(8,858)		(1,549)			742,427
Total fund equity (deficit)	<u>(1,233)</u>	<u>8,642</u>	<u>(8,858)</u>	<u>11,122</u>	<u>(1,549)</u>	<u>191,569</u>	<u>325,143</u>	<u>3,927,471</u>
Total liabilities and fund equity	<u>\$2,995</u>	<u>\$12,590</u>	<u>\$18,816</u>	<u>\$11,122</u>	<u>\$5,220</u>	<u>\$397,862</u>	<u>\$328,515</u>	<u>\$4,686,838</u>

The accompanying notes are an integral part of these financial statements.



ST. MARY PARISH COUNCIL

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Year Ending December 31, 2014

	Gaming Receipt Fund	Witness Fee Fund	Juror Compensation Fund	Community Grant Fund	Wards 5 & 8 Sales Tax Fund	Wards 1,2,3,4,7 & 10 Sales Tax Fund	Jail Operating & Maint. Fund	16th JDC- St. Mary Parish Drug Court	Job Readiness Program Fund
REVENUES									
Taxes									
Sales and use					\$368,717	\$474,231	\$1,061,738		
Intergovernmental revenues									
Federal								\$457,492	\$47,209
State					-	30,000	202,720	601,753	12,777
Local	\$15,000						263,887		
Riverboat fees	1,500,000								
Licenses & Permits									
Fees, Charges, & Commission		\$67,824	\$108,970				4,560	53,958	
Investment earnings & interest	(312)			\$45	231	194	(92)		32
Other revenues						700			
Total revenues	1,514,688	67,824	108,970	45	368,948	505,125	1,532,813	1,113,203	60,018
EXPENDITURES									
Current:									
General government	291,000	36,900	84,871		23,459	4,000			
Public safety	290,000				9,454	73,223	2,399,359		
Public works	28,905			18,506	59,694	157,499			
Culture & Recreation	41,792				178,255	185,527			
Health & Welfare	50,000			1,872		15,000		1,154,737	104,382
Urban redevelopment & Housing									
Capital outlay									
Total expenditures	701,697	36,900	84,871	20,378	270,862	435,249	2,399,359	1,154,737	104,382
Excess (deficiency) of revenues over (under) expenditures	812,991	30,924	24,099	(20,333)	98,086	69,876	(866,546)	(41,534)	(44,364)
OTHER FINANCING SOURCES									
Operating transfers in				20,000		70,000	1,275,000		
Operating transfers out	(841,756)				(50,000)		(411,208)		
Total other financing sources (uses)	(841,756)	-	-	20,000	(50,000)	70,000	863,792	-	-
Net change in fund balance	(28,765)	30,924	24,099	(333)	48,086	139,876	(2,754)	(41,534)	(44,364)
Fund balance (deficits) at beginning of year	832,832	45,178	49,264	150,478	896,455	760,608	59,432	73,919	119,927
Fund balance (deficits) at end of year	\$804,067	\$76,102	\$73,363	\$150,145	\$944,541	\$900,484	\$56,678	\$32,385	\$75,563

The accompanying notes are an integral part of these financial statements.

ST. MARY PARISH COUNCIL

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
 Nonmajor Special Revenue Funds  
 For the Year Ending December 31, 2014

	Boat Landing Funds							
	Boat Landing Fund	Lawrence J. Michel, Jr. Memorial Fund	Joe C. Russo Fund	Jesse Fontenot Memorial Fund	Marcel/Amelia Boat Landing Fund	Quintana Boat Landing Fund	Jessie B. Hayes Memorial Fund	Burguieres Landing Fund
REVENUES								
Taxes								
Sales and use								
Intergovernmental revenues								
Federal								
State								
Local								
Riverboat fees								
Licenses & Permits	\$23,850							
Fees, Charges, & Commission		\$785	\$3,693	\$8,485	\$7,859	\$7,705	\$1,978	\$2,677
Investment earnings & interest	11		7	10	33	4	12	5
Other revenues								
Total revenues	<u>23,861</u>	<u>785</u>	<u>3,700</u>	<u>8,495</u>	<u>7,892</u>	<u>7,709</u>	<u>1,990</u>	<u>2,682</u>
EXPENDITURES								
Current:								
General government								
Public safety								
Public works								
Culture & Recreation								
Health & Welfare								
Urban redevelopment & Housing								
Capital outlay		106	1,972	99	4,371	32,915		
Total expenditures	<u>-</u>	<u>106</u>	<u>1,972</u>	<u>99</u>	<u>4,371</u>	<u>32,915</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	23,861	679	1,728	8,396	3,521	(25,206)	1,990	2,682
OTHER FINANCING SOURCES								
Operating transfers in						13,000		
Operating transfers out	(13,000)							
Total other financing sources (uses)	<u>(13,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,000</u>	<u>-</u>	<u>-</u>
Net change in fund balance	10,861	679	1,728	8,396	3,521	(12,206)	1,990	2,682
Fund balance (deficits) at beginning of year	31,494	904	23,223	29,967	107,585	23,186	38,977	16,320
Fund balance (deficits) at end of year	<u>\$42,355</u>	<u>\$1,583</u>	<u>\$24,951</u>	<u>\$38,363</u>	<u>\$111,106</u>	<u>\$10,980</u>	<u>\$40,967</u>	<u>\$19,002</u>

The accompanying notes are an integral part of these financial statements.

**ST. MARY PARISH COUNCIL**

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Year Ending December 31, 2014

	Local Law Enforcement Block Grant # 2 <u>Fund</u>	Housing Program	LCDBG Program	DWI Court	DWI Court - Patient Fee <u>Fund</u>	OJP Enhancement Grant	Fairview Treatment Center	Claire House	Total Nonmajor Special Revenue Funds
<b>REVENUES</b>									
Taxes									
Sales and use									\$1,904,686
Intergovernmental revenues									
Federal	\$18,642	\$330,319	\$113,192			\$38,639	\$2,332,992	\$610,537	3,949,022
State				\$98,834					946,084
Local				10,000					288,887
Riverboat fees									1,500,000
Licenses & Permits									23,850
Fees, Charges, & Commission					\$7,085		36,601		312,180
Investment earnings & interest				33	6				219
Other revenues							20	1,982	2,702
Total revenues	<u>18,642</u>	<u>330,319</u>	<u>113,192</u>	<u>108,867</u>	<u>7,091</u>	<u>38,639</u>	<u>2,369,613</u>	<u>612,519</u>	<u>8,927,630</u>
<b>EXPENDITURES</b>									
Current:									
General government	21,000								461,230
Public safety									2,772,036
Public works									264,604
Culture & Recreation									405,574
Health & Welfare				109,051	394	40,254	2,183,591	580,178	4,239,459
Urban redevelopment & Housing		322,269	113,192						435,461
Capital outlay									39,463
Total expenditures	<u>21,000</u>	<u>322,269</u>	<u>113,192</u>	<u>109,051</u>	<u>394</u>	<u>40,254</u>	<u>2,183,591</u>	<u>580,178</u>	<u>8,617,827</u>
Excess (deficiency) of revenues over (under) expenditures	(2,358)	8,050	-	(184)	6,697	(1,615)	186,022	32,341	309,803
<b>OTHER FINANCING SOURCES</b>									
Operating transfers in				19,000					1,397,000
Operating transfers out					(19,000)				(1,334,964)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,000</u>	<u>(19,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>62,036</u>
Net and other uses	(2,358)	8,050	-	18,816	(12,303)	(1,615)	186,022	32,341	371,839
Fund balance (deficits) at beginning of year	1,125	592	-	(27,674)	23,425	66	5,547	292,802	3,555,632
Fund balance (deficits) at end of year	<u>(\$1,233)</u>	<u>\$8,642</u>	<u>-</u>	<u>(\$8,858)</u>	<u>\$11,122</u>	<u>(\$1,549)</u>	<u>\$191,569</u>	<u>\$325,143</u>	<u>\$3,927,471</u>

The accompanying notes are an integral part of these financial statements.

# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule Gaming Receipt Fund For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Local grants	-	-	\$15,000	\$15,000
Riverboat fees	\$1,500,000	\$1,500,000	1,500,000	-
Investment earnings & interest	500	500	(312)	(812)
Total revenues	<u>1,500,500</u>	<u>1,500,500</u>	<u>1,514,688</u>	<u>14,188</u>
<b>EXPENDITURES</b>				
Current:				
General government	235,000	317,480	291,000	26,480
Public safety	320,000	321,000	290,000	31,000
Public works	37,480	10,000	28,905	(18,905)
Culture & Recreation	80,000	116,792	41,792	75,000
Health & Welfare	101,500	152,000	50,000	102,000
Total expenditures	<u>773,980</u>	<u>917,272</u>	<u>701,697</u>	<u>215,575</u>
Excess (deficiency) of revenues over (under) expenditures	<u>726,520</u>	<u>583,228</u>	<u>812,991</u>	<u>229,763</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers out				
General Fund	(120,000)	(120,000)	(120,000)	-
Jail Operating & Maintenance Fund	(225,000)	(225,000)	(225,000)	-
Certificate of Indebtedness Sinking Fund	(426,756)	(426,756)	(426,756)	-
Sales Tax Wards 1,2,3,4,7&10	-	(70,000)	(70,000)	-
Total other financing sources (uses)	<u>(771,756)</u>	<u>(841,756)</u>	<u>(841,756)</u>	<u>-</u>
Net change in fund balance	(45,236)	(258,528)	(28,765)	229,763
Fund balance at beginning of year	<u>602,565</u>	<u>832,832</u>	<u>832,832</u>	<u>-</u>
Fund balance at end of year	<u>\$557,329</u>	<u>\$574,304</u>	<u>\$804,067</u>	<u>\$229,763</u>

# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule Witness Fee Fund For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Fees, Charges, & Commission	\$60,000	\$64,000	\$67,824	\$3,824
Total revenues	<u>60,000</u>	<u>64,000</u>	<u>67,824</u>	<u>3,824</u>
EXPENDITURES				
Current:				
General government	50,000	37,400	36,900	\$500
Total expenditures	<u>50,000</u>	<u>37,400</u>	<u>36,900</u>	<u>500</u>
Net change in fund balance	<u>10,000</u>	<u>26,600</u>	<u>30,924</u>	<u>4,324</u>
Fund balance at beginning of year	<u>10,000</u>	<u>45,178</u>	<u>45,178</u>	<u>-</u>
Fund balance at end of year	<u>\$20,000</u>	<u>\$71,778</u>	<u>\$76,102</u>	<u>\$4,324</u>

# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule Juror Compensation Fund For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Fees, Charges, & Commission	\$50,000	\$60,000	\$108,970	\$48,970
Total revenues	<u>50,000</u>	<u>60,000</u>	<u>108,970</u>	<u>48,970</u>
EXPENDITURES				
Current:				
General government	50,000	42,000	84,871	(42,871)
Total expenditures	<u>50,000</u>	<u>42,000</u>	<u>84,871</u>	<u>(42,871)</u>
Net change in fund balance	-	18,000	24,099	6,099
Fund balance at beginning of year	<u>10,000</u>	<u>49,264</u>	<u>49,264</u>	<u>-</u>
Fund balance at end of year	<u>\$10,000</u>	<u>\$67,264</u>	<u>\$73,363</u>	<u>\$6,099</u>

# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule Community Grant Fund For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Investment earnings & interest			\$45	\$45
Total revenues	-	-	45	45
EXPENDITURES				
Current:				
Public works				
Street lighting	20,000	20,000	18,506	1,494
Health & Welfare	15,250	4,250	1,872	
Total expenditures	35,250	24,250	20,378	1,494
Excess (deficiency) of revenues over (under) expenditures	(35,250)	(24,250)	(20,333)	1,539
OTHER FINANCING SOURCES				
Operating transfers in				
General Fund	20,000	20,000	20,000	
Total other financing sources (uses)	20,000	20,000	20,000	-
Net change in fund balance	(15,250)	(4,250)	(333)	1,539
Fund balance at beginning of year	135,750	150,478	150,478	-
Fund balance at end of year	\$120,500	\$146,228	\$150,145	\$1,539

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
Wards 5 & 8 Sales Tax Fund  
For the Year Ended December 31, 2014

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes				
Sales and use	\$300,000	\$370,000	\$368,717	(\$1,283)
Investment earnings & interest	500	500	231	(269)
Total revenues	<u>300,500</u>	<u>370,500</u>	<u>368,948</u>	<u>(1,552)</u>
EXPENDITURES				
Current:				
General government	3,300	26,760	23,459	3,301
Public safety				
Fire fighting	10,000	25,454	9,454	16,000
Public works				
Street lighting	55,000	55,000	52,044	2,956
Wax Lake East Drainage District	12,000	12,000	7,650	4,350
Culture & Recreation				
Bayou Vista Recreation Area	38,000	40,500	33,030	7,470
Town of Berwick	3,850	3,850	3,000	-
PHS Baseball & Softball	-	25,000	25,000	-
City of Patterson	850	850	-	-
Recreation District #3	65,000	65,000	65,000	-
Recreation District #4	50,000	52,225	52,225	-
Total expenditures	<u>238,000</u>	<u>306,639</u>	<u>270,862</u>	<u>34,077</u>
Excess of revenues over expenditures	62,500	63,861	98,086	32,525
OTHER FINANCING SOURCES				
Operating transfer out				
Kemper Williams Park	(50,000)	(50,000)	(50,000)	-
Total other financing sources (uses)	<u>(50,000)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
Net change in fund balance	12,500	13,861	48,086	32,525
Fund balance at beginning of year	<u>783,106</u>	<u>896,455</u>	<u>896,455</u>	<u>-</u>
Fund balance at end of year	<u>\$795,606</u>	<u>\$910,316</u>	<u>\$944,541</u>	<u>\$32,525</u>



# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule Wards 1, 2, 3, 4, 7, & 10 Sales Tax Fund For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes				
Sales and use	\$380,000	\$470,000	\$474,231	\$4,231
Local grants	-	30,000	30,000	-
Investment earnings & interest	400	400	194	(206)
Other revenues	-	-	700	700
Total revenues	<u>380,400</u>	<u>500,400</u>	<u>505,125</u>	<u>4,725</u>
<b>EXPENDITURES</b>				
Current:				
General government	-	4,000	4,000	-
Public safety				
Baldwin Police Dept.	-	1,700	1,700	-
Fire fighting	50,523	80,523	71,523	9,000
Public works				
Sidewalks & crosswalks	10,000			
Street lighting	121,000	121,000	124,199	(3,199)
Sewerage	27,000	33,300	33,300	
Culture & Recreation				
Elizabeth B. Davis Park	100,795	100,795	78,656	22,139
Hebert-Washington Park	109,822	79,822	23,470	56,352
City of Franklin	3,334	14,834	10,833	4,001
St. Joseph Recreation Area	-	46,005	35,109	10,896
Sorrell Park	-	500	339	161
Centerville Park	15,000			
Other	5,500	60,245	37,120	23,125
Health & Welfare				
St. Mary Community Action Agency	-	5,000	15,000	(10,000)
SMP Center of Hope	50,000	50,000		
Total expenditures	<u>492,974</u>	<u>597,724</u>	<u>435,249</u>	<u>112,475</u>
Excess (deficiency) of revenues over (under) expenditures	(112,574)	(97,324)	69,876	167,200
<b>OTHER FINANCING SOURCES</b>				
Operating transfers in				
Gaming Receipt	-	70,000	70,000	
Total other financing sources (uses)	<u>-</u>	<u>70,000</u>	<u>70,000</u>	<u>-</u>
Net change in fund balance	(112,574)	(27,324)	139,876	167,200
Fund balance at beginning of year	<u>521,331</u>	<u>760,608</u>	<u>760,608</u>	<u>-</u>
Fund balance at end of year	<u>\$408,757</u>	<u>\$733,284</u>	<u>\$900,484</u>	<u>\$167,200</u>

**ST. MARY PARISH COUNCIL**

Budgetary Comparison Schedule  
Jail Operating & Maintenance Fund  
For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes				
Sales and use	\$950,000	\$1,000,000	\$1,061,738	\$61,738
Intergovernmental revenues				
State funds				
DOC	408,800	201,600	202,720	1,120
Local				
Sheriff	318,000	268,000	263,887	(4,113)
Fees, Charges, & Commission	4,000	4,000	4,560	560
Investment earnings & interest	(250)	(250)	(92)	158
Total revenues	<u>1,680,550</u>	<u>1,473,350</u>	<u>1,532,813</u>	<u>59,463</u>
<b>EXPENDITURES</b>				
Current:				
Public safety				
Administration	597,000	785,000	794,458	(9,458)
Adult Correctional Institution	1,257,000	1,307,000	1,359,658	(52,658)
Cost for Juvenile Prisoners	80,000	35,000	27,824	7,176
Adult Correctional Institution - Morgan City Jail	154,000	205,000	217,419	(12,419)
Total expenditures	<u>2,088,000</u>	<u>2,332,000</u>	<u>2,399,359</u>	<u>(67,359)</u>
Excess of revenues over expenditures	<u>(407,450)</u>	<u>(858,650)</u>	<u>(866,546)</u>	<u>(7,896)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in				
General Fund	625,000	1,050,000	1,050,000	-
Gaming Receipt Fund	225,000	225,000	225,000	-
Operating transfers out				
Jail Sinking Fund	(427,190)	(427,190)	(391,627)	(35,563)
Jail Reserve Fund	(21,360)	(21,360)	(19,581)	(1,779)
Total other financing sources (uses)	<u>401,450</u>	<u>826,450</u>	<u>863,792</u>	<u>(37,342)</u>
Net change in fund balance	(6,000)	(32,200)	(2,754)	29,446
Fund balance at beginning of year	<u>10,000</u>	<u>59,432</u>	<u>59,432</u>	<u>-</u>
Fund balance (deficit) at end of year	<u>\$4,000</u>	<u>\$27,232</u>	<u>\$56,678</u>	<u>\$29,446</u>

# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule 16th JDC - St. Mary Parish Drug Court For the Year Ended December 31, 2014

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Federal grant	\$120,000	\$120,000	\$457,492	\$337,492
State grant	940,000	970,000	601,753	(368,247)
Patient fees	28,000	53,000	53,958	958
Total revenues	<u>1,088,000</u>	<u>1,143,000</u>	<u>\$1,113,203</u>	<u>(29,797)</u>
EXPENDITURES				
Current				
Health and welfare				
Personal services and benefits	662,485	660,485	646,181	14,304
Operating services	132,594	159,594	247,300	(87,706)
Supplies	42,826	70,826	27,452	43,374
Professional services	152,025	154,025	159,538	(5,513)
Lab fees	73,280	73,280	74,066	(786)
Travel	8,790	8,790	200	8,590
Total expenditures	<u>1,072,000</u>	<u>1,127,000</u>	<u>1,154,737</u>	<u>(27,737)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>16,000</u>	<u>16,000</u>	<u>(41,534)</u>	<u>(57,534)</u>
Net change in fund balance	16,000	16,000	(41,534)	(57,534)
Fund balance at beginning of year	<u>121,000</u>	<u>121,000</u>	<u>73,919</u>	<u>(47,081)</u>
Fund balance at end of year	<u>\$137,000</u>	<u>\$137,000</u>	<u>\$32,385</u>	<u>(\$104,615)</u>

# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule Job Readiness Program Fund For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental Revenues				
Federal Grants	\$50,000	\$50,000	\$47,209	(\$2,791)
State Grants	15,000	15,000	12,777	(2,223)
Interest Earnings	100	100	32	(68)
Total Revenues	<u>65,100</u>	<u>65,100</u>	<u>60,018</u>	<u>(5,082)</u>
EXPENDITURES				
Current:				
Health & Welfare	<u>88,790</u>	<u>88,790</u>	<u>104,382</u>	<u>(15,592)</u>
Total expenditures	<u>88,790</u>	<u>88,790</u>	<u>104,382</u>	<u>(15,592)</u>
Net change in fund balance	(23,690)	(23,690)	(44,364)	(20,674)
Fund balance at the beginning of year	<u>135,000</u>	<u>119,927</u>	<u>119,927</u>	<u>-</u>
Fund balance at the end of year	<u>\$111,310</u>	<u>\$96,237</u>	<u>\$75,563</u>	<u>(\$20,674)</u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
Boat Landing Permit Fund  
For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Licenses & permits	\$20,000	\$20,000	\$23,850	\$3,850
Investment earnings & interest	-	-	11	11
Total revenues	<u>20,000</u>	<u>20,000</u>	<u>23,861</u>	<u>3,861</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers out				
Quintana Boat Landing Fund	-	(13,000)	(13,000)	-
Total other financing sources (uses)	<u>-</u>	<u>(13,000)</u>	<u>(13,000)</u>	<u>-</u>
Net change in fund balance	20,000	7,000	10,861	3,861
Fund balance at beginning of year	<u>25,000</u>	<u>31,494</u>	<u>31,494</u>	<u>-</u>
Fund balance at end of year	<u>\$45,000</u>	<u>\$38,494</u>	<u>\$42,355</u>	<u>\$3,861</u>

# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule Lawrence J. Michel, Jr. Memorial Boat Landing Fund For the Year Ended December 31, 2014

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Fees, charges, & commission	\$1,200	\$800	\$785	(\$15)
Investment earnings & interest	-	-	-	-
Total revenues	<u>1,200</u>	<u>800</u>	<u>785</u>	<u>(15)</u>
EXPENDITURES				
Capital outlay:				
Culture & Recreation	<u>1,000</u>	<u>200</u>	<u>106</u>	<u>94</u>
Total expenditures	<u>1,000</u>	<u>200</u>	<u>106</u>	<u>94</u>
Net change in fund balance	200	600	679	(109)
Fund balance (deficit) at beginning of year	<u>1,000</u>	<u>904</u>	<u>904</u>	<u>-</u>
Fund balance (deficit) at end of year	<u>\$1,200</u>	<u>\$1,504</u>	<u>\$1,583</u>	<u>(\$109)</u>

# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule Joe C. Russo Boat Landing Fund For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Fees, charges, & commission	\$4,000	\$3,400	\$3,693	\$293
Investment earnings & interest	-	-	7	7
Total revenues	<u>4,000</u>	<u>3,400</u>	<u>3,700</u>	<u>300</u>
EXPENDITURES				
Capital outlay:				
Culture & Recreation	<u>15,000</u>	<u>3,000</u>	<u>1,972</u>	<u>1,028</u>
Total expenditures	<u>15,000</u>	<u>3,000</u>	<u>1,972</u>	<u>1,028</u>
Net change in fund balance	(11,000)	400	1,728	1,328
Fund balance at beginning of year	<u>15,000</u>	<u>23,223</u>	<u>23,223</u>	-
Fund balance at end of year	<u>\$4,000</u>	<u>\$23,623</u>	<u>\$24,951</u>	<u>\$1,328</u>

# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule Jesse Fontenot Memorial Boat Landing Fund For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Intergovernmental revenues				
Fees, charges, & commission	\$12,000	\$6,000	\$8,485	\$2,485
Investment earnings & interest	-	-	10	10
Total revenues	<u>12,000</u>	<u>6,000</u>	<u>8,495</u>	<u>2,495</u>
<b>EXPENDITURES</b>				
Capital outlay				
Culture & Recreation	13,000	2,000	99	1,901
Total expenditures	<u>13,000</u>	<u>2,000</u>	<u>99</u>	<u>1,901</u>
Net change in fund balance	<u>(1,000)</u>	<u>4,000</u>	<u>8,396</u>	<u>4,396</u>
Fund balance (deficit) at beginning of year	<u>13,000</u>	<u>29,967</u>	<u>29,967</u>	<u>-</u>
Fund balance at end of year	<u>\$12,000</u>	<u>\$33,967</u>	<u>\$38,363</u>	<u>\$4,396</u>



# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule Marcel/Amelia Boat Landing Fund For the Year Ended December 31, 2014

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Fees, charges, & commission	\$7,500	\$6,500	\$7,859	\$1,359
Investment earnings & interest	50	50	33	(17)
Total revenues	<u>7,550</u>	<u>6,550</u>	<u>7,892</u>	<u>1,342</u>
<b>EXPENDITURES</b>				
Capital outlay:				
Culture & Recreation	<u>85,000</u>	<u>10,000</u>	<u>4,371</u>	<u>5,629</u>
Total expenditures	<u>85,000</u>	<u>10,000</u>	<u>4,371</u>	<u>5,629</u>
Net change in fund balance	(77,450)	(3,450)	3,521	6,971
Fund balance at beginning of year	<u>85,000</u>	<u>107,585</u>	<u>107,585</u>	<u>-</u>
Fund balance at end of year	<u>\$7,550</u>	<u>\$104,135</u>	<u>\$111,106</u>	<u>\$6,971</u>

# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule Quintana Boat Landing Fund For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Fees, Charges, & Commission	\$5,000	\$6,000	\$7,705	\$1,705
Investment earnings & interest	-	-	4	4
Total revenues	<u>5,000</u>	<u>6,000</u>	<u>7,709</u>	<u>1,709</u>
EXPENDITURES				
Capital Outlay:				
Culture & Recreation	<u>20,000</u>	<u>33,000</u>	<u>32,915</u>	<u>85</u>
Total expenditures	<u>20,000</u>	<u>33,000</u>	<u>32,915</u>	<u>85</u>
Excess (deficiency) of revenues over (under) expenditures	(15,000)	(27,000)	(25,206)	1,794
OTHER FINANCING SOURCES				
Operating transfers in				-
Boat Landing Permit Fund	<u>-</u>	<u>13,000</u>	<u>13,000</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>39,000</u>	<u>39,000</u>	<u>-</u>
Net change in fund balance	<u>(15,000)</u>	<u>12,000</u>	<u>13,794</u>	<u>1,794</u>
Fund balance at beginning of year	<u>20,000</u>	<u>23,186</u>	<u>23,186</u>	<u>-</u>
Fund balance at end of year	<u>\$5,000</u>	<u>\$35,186</u>	<u>\$36,980</u>	<u>\$1,794</u>

# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule Jessie B. Hayes Memorial Boat Landing Fund For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Fees, charges, & commission	\$2,500	\$2,500	\$1,978	(\$522)
Investment earnings & interest	-	-	12	12
Total revenues	<u>2,500</u>	<u>2,500</u>	<u>1,990</u>	<u>(510)</u>
<b>EXPENDITURES</b>				
Capital outlay:				
Culture & Recreation	<u>35,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>35,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(32,500)	2,500	1,990	(510)
Fund balance at beginning of year	<u>35,000</u>	<u>38,977</u>	<u>38,977</u>	<u>-</u>
Fund balance at end of year	<u><u>\$2,500</u></u>	<u><u>\$41,477</u></u>	<u><u>\$40,967</u></u>	<u><u>(\$510)</u></u>

ST. MARY PARISH COUNCIL

Budgetary Comparison Schedule  
Burguieres Boat Landing Fund  
For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Fees, charges, & commission	\$1,000	\$2,000	\$2,677	\$677
Investment earnings & interest	-	-	5	5
Total revenues	<u>1,000</u>	<u>2,000</u>	<u>2,682</u>	<u>682</u>
EXPENDITURES				
Capital outlay:				
Culture & Recreation	<u>15,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>15,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(14,000)	2,000	2,682	682
Fund balance at beginning of year	<u>15,000</u>	<u>16,320</u>	<u>16,320</u>	<u>-</u>
Fund balance at end of year	<u>\$1,000</u>	<u>\$18,320</u>	<u>\$19,002</u>	<u>\$682</u>

# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule Local Law Enforcement Block Grant # 2 Fund For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental revenues				
Federal grants	\$48,000	\$18,000	\$18,642	\$642
Total revenues	<u>48,000</u>	<u>18,000</u>	<u>18,642</u>	<u>642</u>
EXPENDITURES				
Current:				
General Government	47,665	19,065	21,000	(1,935)
Total expenditures	<u>47,665</u>	<u>19,065</u>	<u>21,000</u>	<u>(1,935)</u>
Net change in fund balance	335	(1,065)	(2,358)	(1,293)
Fund balance at beginning of year	<u>1,000</u>	<u>1,125</u>	<u>1,125</u>	<u>-</u>
Fund balance at end of year	<u>\$1,335</u>	<u>\$60</u>	<u>(\$1,233)</u>	<u>(\$1,293)</u>

# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule Housing Program For the Year Ended December 31, 2014

	Original & Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental revenues			
Federal grants	\$342,000	\$330,319	(\$11,681)
Total revenues	<u>342,000</u>	<u>330,319</u>	<u>(11,681)</u>
EXPENDITURES			
Current:			
Urban redevelopment & housing			
Housing assistance and administrative	342,000	322,269	19,731
Total expenditures	<u>342,000</u>	<u>322,269</u>	<u>19,731</u>
Net change in fund balance	-	8,050	8,050
Fund balance at beginning of year	<u>-</u>	<u>592</u>	<u>113,941</u>
Fund balance (deficit) at end of year	<u><u>-</u></u>	<u><u>\$8,642</u></u>	<u><u>\$121,991</u></u>

# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule DWI Court For the Year Ended December 31, 2014

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance Final Budget Postive (Negative)
REVENUES				
Federal grant	\$100,342	\$110,000	\$98,834	(\$11,166)
Local grant	-	10,000	10,000	
Interest earnings	-	-	33	33
Total Revenue	<u>100,342</u>	<u>120,000</u>	<u>108,867</u>	<u>(11,133)</u>
EXPENDITURES				
Health & welfare	<u>100,342</u>	<u>110,842</u>	<u>109,051</u>	<u>1,791</u>
Total Expenditure	<u>100,342</u>	<u>110,842</u>	<u>109,051</u>	<u>1,791</u>
Excess of (deficiency) of revenues over (under) expenditures	-	9,158	(184)	(9,342)
OTHER FINANCING SOURCES				
Operating transfers in DWI Court - Patient Fee Fund	-	19,000	19,000	-
Total other financing sources (uses)	<u>-</u>	<u>19,000</u>	<u>19,000</u>	<u>-</u>
Net change in fund balance	<u>-</u>	<u>28,158</u>	<u>18,816</u>	<u>9,342</u>
Fund balance at beginning of year	<u>3,800</u>	<u>(27,674)</u>	<u>(27,674)</u>	<u>-</u>
Fund balance at end of year	<u>\$3,800</u>	<u>\$484</u>	<u>(\$8,858)</u>	<u>\$9,342</u>

# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule DWI Court - Patient Fee Fund For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Fees, charges, & commission	\$6,000	\$7,000	\$7,085	\$85
Investment earnings & interest	-	-	6	6
Total revenues	<u>6,000</u>	<u>7,000</u>	<u>7,091</u>	<u>91</u>
EXPENDITURES				
Current				
Health & Welfare	<u>500.00</u>	<u>1,500</u>	<u>394</u>	<u>1,106</u>
Total expenditures	<u>500.00</u>	<u>1,500</u>	<u>394</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	5,500	5,500	6,697	91
OTHER FINANCING SOURCES				
Operating transfers out				
DWI Court Fund	<u>-</u>	<u>(19,000)</u>	<u>(19,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>(19,000)</u>	<u>(19,000)</u>	<u>-</u>
Net change in fund balance	<u>5,500</u>	<u>(13,500)</u>	<u>(12,303)</u>	<u>91</u>
Fund balance at beginning of year	<u>20,000</u>	<u>23,425</u>	<u>23,425</u>	<u>-</u>
Fund balance at end of year	<u><u>\$25,500</u></u>	<u><u>\$9,925</u></u>	<u><u>\$11,122</u></u>	<u><u>\$91</u></u>



# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule OJP Enhancement Grant For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Original &amp; Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Federal grant	\$100,000	\$88,900	\$38,639	(\$50,261)
Total revenues	<u>100,000</u>	<u>88,900</u>	<u>38,639</u>	<u>(50,261)</u>
EXPENDITURES				
Current				
Health & welfare	50,866	39,766	40,254	(488)
Total expenditures	<u>50,866</u>	<u>39,766</u>	<u>40,254</u>	<u>(488)</u>
Net change in fund balance	49,134	49,134	(1,615)	(50,749)
Fund balance at beginning of year	<u>13,945</u>	<u>66</u>	<u>66</u>	<u>-</u>
Fund balance at end of year	<u>\$63,079</u>	<u>\$49,200</u>	<u>(\$1,549)</u>	<u>(\$50,749)</u>

# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule (Non GAAP Basis) Fairview Treatment Center For the Year Ended December 31, 2014

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Federal grant	\$ 2,384,450	\$ 2,384,450	\$ 2,332,992	(\$51,458)
Patient fees	-	-	36,601	36,601
Other revenue	-	-	20	-
Total revenues	<u>2,384,450</u>	<u>2,384,450</u>	<u>2,369,613</u>	<u>(14,857)</u>
EXPENDITURES				
Current				
Health & welfare				
Personal services and benefits	1,436,500	1,405,500	1,375,047	30,453
Travel	1,000	1,000	1,488	(488)
Operating services	335,700	366,700	338,248	28,452
Supplies	190,150	184,150	79,537	104,613
Professional services	404,100	404,100	369,010	35,090
Lab fees	15,000	15,000	9,886	5,114
Capital Outlay	<u>2,000</u>	<u>8,000</u>	<u>5,791</u>	<u>2,209</u>
Total expenditures	<u>2,384,450</u>	<u>2,384,450</u>	<u>2,179,007</u>	<u>205,443</u>
Net change in fund balance- Non GAAP Basis	<u>-</u>	<u>-</u>	<u>190,606</u>	<u>\$ 190,586</u>
Bad Debt			<u>4,584</u>	
Net change in fund balance - GAAP Basis			<u>\$ 186,022</u>	

### Note on Budgeting Basis:

Fairview Treatment Center uses the GAAP Basis for budgeting except no provision is made for uncollectible accounts.

# ST. MARY PARISH COUNCIL

## Budgetary Comparison Schedule Claire House For the Year Ended December 31, 2014

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Federal grant	\$688,937	\$688,937	\$610,537	(\$78,400)
Other revenue	-	-	1,982	1,982
Total revenues	<u>688,937</u>	<u>688,937</u>	<u>\$612,519</u>	<u>(76,418)</u>
EXPENDITURES				
Current				
Health and welfare				
Personal services and benefits	531,492	531,492	412,334	119,158
Operating services	141,945	141,945	137,207	4,738
Supplies	11,500	11,500	11,249	251
Professional services	4,000	4,000	19,388	(15,388)
Total expenditures	<u>688,937</u>	<u>688,937</u>	<u>580,178</u>	<u>108,759</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>32,341</u>	<u>32,341</u>
Fund balance at beginning of year	<u>292,802</u>	<u>292,802</u>	<u>292,802</u>	<u>-</u>
Fund balance at end of year	<u>\$292,802</u>	<u>\$292,802</u>	<u>\$325,143</u>	<u>\$32,341</u>

**ST. MARY PARISH COUNCIL  
COMBINING FINANCIAL STATEMENTS  
DEBT SERVICE FUNDS - NON MAJOR**

**SALES TAX BOND SINKING FUND**

The Sales Tax Bond Sinking Fund accounts for the Council's share of a one percent sales tax which is to be used for the retirement of the 2005 bond issue totaling \$1,255,000, the 2003 bond issue totaling \$2,900,000, and the 2011 bond issue totaling \$6,865,000. Any amounts accumulated in excess of debt service requirements can be used by the parish for any lawful purpose.

**SALES TAX BOND RESERVE FUND**

The Sales Tax Bond Reserve Fund is a reserve fund required by the 2005 \$1,255,000 bond issue indenture and the 2011 \$6,865,000 bond issue indenture.

**THREE-FOURTHS PERCENT SALES TAX BOND RESERVE FUND**

The Three-Fourths Percent Sales Tax Bond Reserve Fund is a reserve fund required by the \$6,250,000 2005 Sewerage Sales Tax Bond issue indenture and the \$3,750,000 2007 Sewerage Sales Tax Bond issue indenture.

**THREE-FOURTHS PERCENT SALES TAX BOND SINKING FUND**

The Three-Fourths Percent Sales Tax Bond Sinking Fund accumulates that portion of the three-fourths percent sales tax needed for the payment of 2005 \$6,250,000 sewerage sales tax bond issue, 2007 \$3,750,000 sewerage sales tax bond issue, and 2012 \$3,890,000 bond issue.

**ST. MARY PARISH LIBRARY SINKING FUND**

The Library General Obligation Sinking Fund accounts for the transfer of ad valorem taxes from the Library Fund and payment of the 2005 \$1,975,000, and 2009 \$2,500,000 of general obligation bonds.

## CERTIFICATES OF INDEBTEDNESS SINKING FUND

The Certificate of Indebtedness Sinking Fund accounts for the transfer of revenues from the Road Construction and Maintenance Fund for repayment of the \$3,575,000 Road Refunding Bonds. This fund also accounts for the transfer of revenues for the repayment of the \$2,370,000 Public Parks and Recreation Refunding Bonds, the \$800,000 Certificates of Indebtedness, the \$75,000 Certificates of Indebtedness, and the \$600,000 Certificates of Indebtedness.

## JAIL SINKING FUND

The Jail Sinking Fund accounts for the payment of \$3,490,000 Series 2010 Jail Revenue and Refunding Bonds, and the transfer of excess revenues over expenditures from the Jail Operating Fund.

## JAIL RESERVE FUND

The Jail Reserve Fund is a reserve fund required by the \$3,490,000 Series 2010 Jail Revenue and Refunding Bonds.

**ST. MARY PARISH COUNCIL**

Combining Balance Sheet  
Nonmajor Debt Service Funds  
December 31, 2014

	Sales Tax Bond Sinking Fund	Sales Tax Bond Reserve Fund	3/4% Sales Tax Bond Reserve Fund	3/4% Sales Tax Bond Sinking Fund	St. Mary Parish Library Sinking Fund	Certificates of Indebtedness Sinking Fund	Jail Sinking Fund	Jail Reserve Fund	Total Nonmajor Debt Service Funds
<b>ASSETS</b>									
Cash and cash equivalents	\$135,000	\$691,787	\$204,276	\$408,164	\$251,883	\$127,822	\$328,802	\$224,722	\$2,372,456
Investments	1,064,179	202	605,021	727	324				1,670,453
Due from other governments	403,455				567,389				970,844
Advance to other funds	126,385	328,370		107,868			126,133		688,756
Total assets	<u>\$1,729,019</u>	<u>\$1,020,359</u>	<u>\$809,297</u>	<u>\$516,759</u>	<u>\$819,596</u>	<u>\$127,822</u>	<u>\$454,935</u>	<u>\$224,722</u>	<u>\$5,702,509</u>
<b>LIABILITIES AND FUND EQUITY</b>									
Liabilities									
Advance from other funds	\$343,476					\$92,762		\$126,133	562,371
Total liabilities	<u>343,476</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>92,762</u>	<u>-</u>	<u>126,133</u>	<u>562,371</u>
Fund equity									
Fund balances									
Restricted for debt service	135,000	691,787	809,297	246,330	246,330	127,822	328,802		2,585,368
Assigned for debt service	1,250,543	328,572		270,429	573,266		126,133	98,589	2,647,532
Unassigned						(92,762)			(92,762)
Total fund equity	<u>1,385,543</u>	<u>1,020,359</u>	<u>809,297</u>	<u>516,759</u>	<u>819,596</u>	<u>35,060</u>	<u>454,935</u>	<u>98,589</u>	<u>5,140,138</u>
Total liabilities and fund equity	<u>\$1,729,019</u>	<u>\$1,020,359</u>	<u>\$809,297</u>	<u>\$516,759</u>	<u>\$819,596</u>	<u>\$127,822</u>	<u>\$454,935</u>	<u>\$224,722</u>	<u>\$5,702,509</u>

The accompanying notes are an integral part of these financial statements.

**ST. MARY PARISH COUNCIL**

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Debt Service Funds  
For the Year Ending December 31, 2014

	<u>Sales Tax Bond Sinking Fund</u>	<u>Sales Tax Bond Reserve Fund</u>	<u>3/4% Sales Tax Bond Reserve Fund</u>	<u>3/4% Sales Tax Bond Sinking Fund</u>	<u>St. Mary Parish Library Sinking Fund</u>	<u>Certificate of Indebtedness Sinking Fund</u>
<b>REVENUES</b>						
Taxes						
Sales and use	\$2,200,789					
Ad Valorem					\$596,221	
Investment earnings & interest	440	\$300	\$1,464	\$128	705	\$102
Other revenues					86	
Total revenues	<u>2,201,229</u>	<u>300</u>	<u>1,464</u>	<u>128</u>	<u>597,012</u>	<u>102</u>
<b>EXPENDITURES</b>						
Capital outlay						
Debt service						
Principal	260,000			510,000	300,000	1,224,000
Interest	269,775			215,693	98,585	102,652
Fees	3,500			5,530	10,645	300
Total expenditures	<u>533,275</u>	<u>-</u>	<u>-</u>	<u>731,223</u>	<u>409,230</u>	<u>1,326,952</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,667,954</u>	<u>300</u>	<u>1,464</u>	<u>(731,095)</u>	<u>187,782</u>	<u>(1,326,850)</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Payments to bond escrow agent					(1,397,808)	
Operating transfers in				730,000		1,330,454
Operating transfers out	(1,776,385)			(141,891)		
Total other financing sources (uses)	<u>(1,776,385)</u>	<u>-</u>	<u>-</u>	<u>588,109</u>	<u>(1,397,808)</u>	<u>1,330,454</u>
<b>SPECIAL ITEM</b>						
Payment from St. Library Board					500,000	
Net change in fund balance	(108,431)	300	1,464	(142,986)	(710,026)	3,604
Fund balance at beginning of year	<u>1,493,974</u>	<u>1,020,059</u>	<u>807,833</u>	<u>659,745</u>	<u>1,529,622</u>	<u>31,456</u>
Fund balance at end of year	<u>\$1,385,543</u>	<u>\$1,020,359</u>	<u>\$809,297</u>	<u>\$516,759</u>	<u>\$819,596</u>	<u>\$35,060</u>

The accompanying notes are an integral part of these financial statements.

# ST. MARY PARISH COUNCIL

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Debt Service Funds  
For the Year Ending December 31, 2014

	Jail Sinking Fund	Jail Reserve Fund	Total Nonmajor Debt Service Funds
<b>REVENUES</b>			
Taxes			
Sales and use			\$2,200,789
Ad Valorem			596,221
Investment earnings & interest	\$95	\$27	3,261
Other revenues			86
Total revenues	<u>95</u>	<u>27</u>	<u>2,800,357</u>
<b>EXPENDITURES</b>			
Capital outlay			
Debt service			
Principal	330,000		2,624,000
Interest	93,069		779,774
Fees	500		20,475
Total expenditures	<u>423,569</u>	<u>-</u>	<u>3,424,249</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(423,474)</u>	<u>27</u>	<u>(623,892)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Payments to bond escrow agent			(1,397,808)
Operating transfers in	391,627	19,581	2,471,662
Operating transfers out			(1,918,276)
Total other financing sources (uses)	<u>391,627</u>	<u>19,581</u>	<u>(844,422)</u>
<b>SPECIAL ITEM</b>			
Payment from St. Mary Library Board			500,000
Net change in fund balance	<u>(31,847)</u>	<u>19,608</u>	<u>(968,314)</u>
Fund balance at beginning of year	<u>486,782</u>	<u>78,981</u>	<u>6,108,452</u>
Fund balance at end of year	<u>\$454,935</u>	<u>\$98,589</u>	<u>\$5,140,138</u>

The accompanying notes are an integral part of these financial statements.



**ST. MARY PARISH COUNCIL**  
**FINANCIAL STATEMENTS**  
**CAPITAL PROJECTS FUND - NON MAJOR**

**JAIL CONSTRUCTION FUND**

The Jail Construction Fund accounts for the financing and construction of the new St. Mary Parish Law Enforcement Center and renovations to the existing jail facility in the courthouse. During 2014 the final project was completed and the residual equity (deficit) in the fund was transferred to the Road Construction and Maintenance Fund.

ST. MARY PARISH COUNCIL

Statement of Revenues, Expenditures, and Changes in Fund Balance  
Nonmajor Capital Project Fund  
For the Year Ending December 31, 2014

	Jail Construction Fund
REVENUES	
Investment earnings & interest	\$71
Total revenues	<u>71</u>
EXPENDITURES	
Capital outlay:	
Public safety	<u>519,552</u>
Total expenditures	<u>519,552</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(519,481)</u>
Fund balance at beginning of year	<u>288,837</u>
Residual equity (deficit) transfer to Road Construction and Maintenance Fund	<u>230,644</u>
Fund balance at end of year	<u><u>-</u></u>

## GENERAL SUPPLEMENTARY INFORMATION

**St. Mary Parish Council**  
Compensation Paid Council Members  
For the Year Ended December 31, 2014

Steve Bierhorst	\$ 10,161
Albert Foulcard	9,639
Logan Fromenthal, Jr.	5,400
Sterling J. Fryou, Sr.	5,400
David Hanagriff	5,400
Glen Hidalgo	5,400
Lionel C. Metz	5,400
Charles E. Middleton	5,400
Kenneth Singleton	5,400
Tim T. Tregle	5,400
Kevin Voisin	9,600
	<u>\$ 72,600</u>

**ST. MARY PARISH COUNCIL**

Schedule of Compensation, Benefits, and Reimbursements to  
Agency Head, Political Subdivision Head, or Chief Executive Officer  
For the Year Ended December 31, 2014

Parish President: Paul P. Naquin, Jr.

<b><u>Purpose</u></b>	<b><u>Amount</u></b>
Salary	\$ 12,000
Benefits-Insurance	6,600
Benefits-Deferred compensation	744
Cell phone allowance	1,440
Automobile allowance	14,400
Professional Dues	200
Reimbursement-Travel	1,261
Reimbursement-Meals	312
Reimbursement-Hotel	960
Total	<u>\$ 37,917</u>

Chief Administrative Officer: Henry C. LaGrange

<b><u>Purpose</u></b>	<b><u>Amount</u></b>
Salary	\$ 85,791
Benefits-Insurance	15,178
Benefits-retirement	13,613
Professional Dues	230
Reimbursement-Travel	947
Reimbursement-Meals	56
Total	<u>\$ 115,815</u>

These amounts represent all compensation, benefits, and reimbursements for the year.

**ST. MARY PARISH COUNCIL**  
Schedule of Insurance Policies In Force  
For the Year Ended December 31, 2014

<u>Coverage</u>	<u>Amounts or Limits</u>	<u>Expires</u>	<u>Company</u>
Property and Extended Coverage	\$22,868,430	06/15/2015	Ace American Ins. Co.
General Liability	\$1,000,000	12/31/2015	Ace American Ins. Co.
Auto Liability Coverage	\$1,000,000	12/31/2015	Ace American Ins. Co.
Public Entity Management Liability Coverage	\$1,000,000	12/31/2015	Ace American Ins. Co.
Public Entity Employment Practices (Liability Protection Coverage)	\$1,000,000	12/31/2015	Ace American Ins. Co.
Employee Benefit Plans Administration (Liability Protection Coverage)	\$1,000,000	12/31/2015	Ace American Ins. Co.
Workers' Compensation and Employer's Liability	\$1,000,000	01/01/2015	PGRMA
Equipment Floater	\$6,673,398	06/15/2015	CNA Municipal Group
Airport Liability	\$1,000,000	09/29/2017	ACE Property & Casualty Insurance Co.
Ferry-Hull and Machinery	\$75,000	05/16/2015	Alianz Global Corp
Ferry-Protection & Indemnity	\$1,000,000	05/16/2015	Lloyds' of London
Boiler & Machinery	\$23,116,430	6/15/2015	Continental Casualty
Property-Burns Point Dwelling	\$24,000	06/28/2015	Louisiana Citizens

**SUPPLEMENTARY INFORMATION REQUIRED BY OMB CIRCULAR A-133**

St. Mary Parish Council  
Schedule of Expenditures of Federal Awards  
For the Year Ended December 31, 2014

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR NAME/ PROGRAM TITLE	FEDERAL CFDA NUMBER	REVENUE RECOGNIZED	EXPENDITURES INCURRED
<u>U.S. Department of the Interior</u>			
Bureau of Land Management			
Payment in Lieu of Taxes	15.226	\$ 6,828	-
Bureau of Ocean Energy Management, Regulation and Enforcement			
Coastal Impact Assistance Program (CIAP)	15.668	907,020	881,116
Total U.S. Department of Interior		913,848	881,116
<u>U.S. Department of Housing and Urban Development</u>			
Passed through Louisiana Office of Community Development Disaster Recovery Unit			
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	2,031,658	2,031,548
Passed through Louisiana Office of Community Development			
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	113,192	113,192
Total Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii		2,144,850	2,144,740
Passed through Louisiana Department of Social Services Office of Community Services			
Emergency Solutions Grant Program	14.231	15,584	15,205
Housing - Federal Housing Commissioner			
Section 8 Housing Choice Vouchers	14.871	330,319	322,269
Total U.S. Department of Housing and Urban Development		2,490,753	2,482,214
<u>U.S. Department of Transportation</u>			
Airport Improvement Program	20.106	271,525	279,897
Alcohol Impaired Drinking Countermeasures Incentive Grants I	20.601	98,834	98,834
Total U.S. Department of Transportation		370,359	378,731
<u>U.S. Department of Education</u>			
Office of Special Educational and Rehabilitation Services			
Passed through Louisiana Rehabilitation Services			
Rehabilitation Services Vocational Rehabilitation Grants to States	84.126	47,209	47,209
Total U.S. Department of Education		47,209	47,209



FEDERAL GRANTOR/ PASS-THROUGH GRANTOR NAME/ PROGRAM TITLE	FEDERAL CFDA NUMBER	REVENUE RECOGNIZED	EXPENDITURES INCURRED
<u>Department of Homeland Security</u>			
Passed through State of Louisiana Office of State Police			
Emergency Management Performance Grants	97.042	\$ 25,900	\$ 25,900
Homeland Security Grant Program	97.067	29,605	55,934
Passed through Governor's Office of Homeland Security and Emergency Preparedness			
Hazard Mitigation Grant	97.039	<u>567,143</u>	<u>1,050,734</u>
Total Department of Homeland Security		<u>622,648</u>	<u>1,132,568</u>
<u>U.S. Department of Health and Human Services</u>			
Public Health Emergency Preparedness (PHEP)	93.069	16,313	1,402
Passed through Louisiana Supreme Court Drug Court Office			
Temporary Assistance for Needy Families (TANF)	93.558	<u>1,068,029</u>	<u>1,037,670</u>
Passed through Louisiana Office for Addictive Disorders			
Block Grants for Prevention and Treatment of Substance Abuse	93.959	10,659	10,659
Passed through Louisiana Department of Health and Hospitals			
Block Grants for Prevention and Treatment of Substance Abuse	93.959	<u>1,941,130</u>	<u>1,766,764</u>
Total Block Grants for Prevention and Treatment of Substance Abuse		<u>1,951,789</u>	<u>1,777,423</u>
Total U.S. Department of Health and Human Services		<u>3,036,131</u>	<u>2,816,495</u>
<u>U.S. Department of Justice</u>			
Drug Court Discretionary Grant Program	16.585	<u>38,639</u>	<u>38,639</u>
Total U.S. Department of Justice		<u>38,639</u>	<u>38,639</u>
Total Primary Government Federal Financial Assistance		<u>\$ 7,519,587</u>	<u>\$ 7,776,972</u>

## ST. MARY PARISH COUNCIL

### Notes to Schedule of Expenditures of Federal Awards For the Year Ended December 31, 2014

#### Note 1 - SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards is a summary of activity of the Council's federal award programs presented on the basis of accounting in accordance with generally accepted accounting principles for fund accounting.

#### Note 2 - DEPARTMENT OF HOMELAND SECURITY

The following is a detail of revenues and expenditures from the Department of Homeland Security.

##### Hazard Mitigation Grant (CFDA 97.039)

The Hazard Mitigation Grant is made up three separate grants shown as follows:

<u>Fund</u>	<u>Revenue</u>	<u>Expenditures</u>
General Fund	\$ 47,809	\$ 402,757
General Fund – Capital Improvement Fund	<u>519,334</u>	<u>647,977</u>
Total Hazard Mitigation Grant	<u>\$567,134</u>	<u>\$1,050,734</u>

#### NOTE 3 - DEPARTMENT OF HEALTH AND HUMAN SERVICES

The following is a detail of revenues and expenditures from the Department of Health and Human Services.

##### Temporary Assistance for Needy Families (CFDA 93.558)

<u>Funds</u>	<u>Revenues</u>	<u>Expenditures</u>
16 <sup>th</sup> Judicial District Drug Court Fund	\$ 457,492	\$ 457,492
Claire House	<u>610,537</u>	<u>580,178</u>
Total Temporary Assistance for Needy Families	<u>\$1,068,029</u>	<u>\$1,037,670</u>

INTERNAL ACCOUNTING CONTROL AND COMPLIANCE AND OTHER MATTERS



INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL  
OVER FINANCIAL REPORTING AND  
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL  
STATEMENTS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS

Chairman and Members of the Council  
St. Mary Parish  
Franklin, Louisiana

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information, and the respective budgetary comparisons for the General Fund, Road Construction & Maintenance Fund, and Sanitation Fund of the St. Mary Parish Council (Council), as of and for the year ended December 31, 2014 (for the year ended June 30, 2014 for Fairview Treatment Center and Claire House) and the related notes to the financial statements, which collectively comprise the basic financial statements of the Council's primary government and have issued our report thereon dated June 17, 2015. Our report includes a reference to other auditors who audited the financial statements of Fairview Treatment Center and Claire House, as described in our report on the Council's financial statements. This report includes our consideration of the results of the other auditor's testing of internal control over financial reporting and compliance and other matters that are reported on separately by those other auditors. However, this report, insofar as it relates to the results of the other auditors, is based solely on the reports of the other auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Council's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Council's internal control. Accordingly, we do not express an opinion on the effectiveness of the Council's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, we and the other auditors identified a certain deficiency in internal control that is considered to be a material weakness and which is described in the accompanying schedule of findings and questioned costs as item 2014-001.

#### Compliance and Other Matters

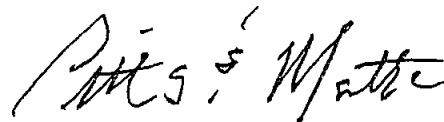
As part of obtaining reasonable assurance about whether the Council's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests and those of other auditors disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards which are described in the accompanying schedule of findings and questioned costs as items 2014-002 and 2014-003.

#### St. Mary Parish Council's Response to Findings

The Council's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The Council's response was not subject to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

#### Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. However, under Louisiana Revised Statute 24:513, this report is considered a public record and may be distributed by the Legislative Auditor.



CERTIFIED PUBLIC ACCOUNTANTS

June 17, 2015  
Morgan City, Louisiana



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR  
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED  
BY OMB CIRCULAR A-133

Chairman and Members of the Council  
St. Mary Parish  
Franklin, Louisiana

Report on Compliance for Each Major Federal Program

We have audited the St. Mary Parish Council's (Council) compliance with the types of compliance requirements described in OMB Circular A-133 Compliance Supplement that could have a direct and material effect on each of the Council's major federal programs for the year ended December 31, 2014 (for the year ended June 30, 2014 for Fairview Treatment Center). The Council's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. We did not audit the compliance of Fairview Treatment Center. The compliance of this fund was audited by other auditors whose report has been furnished to us and our opinion, insofar, as it relates to this fund's compliance is based on the reports of those other auditors.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion for each of the Council's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Council's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit and the reports of the other auditors provide a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Council's compliance.

### Opinion on Each Major Federal Program

In our opinion, the Council, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2014 (for the year ended June 30, 2014 for Fairview Treatment Center).

### Report on Internal Control Over Compliance

Management of the Council is responsible for establishing and maintaining effective internal control over compliance with the types of compliance referred to above. In planning and performing our audit of compliance, we considered the Council's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Council's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose. However, under Louisiana Revised Statute 24:513, this report is considered a public record and may be distributed by the Legislative Auditor.



CERTIFIED PUBLIC ACCOUNTANTS

June 17, 2015  
Morgan City, Louisiana

**ST. MARY PARISH COUNCIL**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
For the Year Ended December 31, 2014

**A. SUMMARY OF AUDIT RESULTS**

1. The auditors' report expresses an unmodified opinion on the basic financial statements of the St. Mary Parish Council's primary government.
2. One material weaknesses was disclosed during the audit of the primary government financial statements that is required to be reported in the Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.
3. Two instances of noncompliance material to the primary government financial statements of the St. Mary Parish Council were disclosed during the audit
4. No findings related to the audit of major federal award programs are reported in the Independent Auditor's Report on Compliance with Requirements that Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133.
5. The auditors' report on compliance for the major federal award programs for the St. Mary Parish Council expresses an unmodified opinion on all major federal programs.
6. No audit findings relative to the major federal award programs for the St. Mary Parish Council are reported in Part C of this Schedule.
7. The programs tested as major programs include:  
  
Community Development Block Grants/States Program and Non-Entitlement Grants  
In Hawaii (CFDA No. 14.228)  
Block Grants for Prevention and Treatment of Substance Abuse (CFDA 93.959)  
Hazard Mitigation Grant (CFDA No. 97.039)
8. The threshold for distinguishing types A and B programs was \$300,000.
9. St. Mary Parish Council was not determined to be a low risk auditee.



## B. FINDINGS - FINANCIAL STATEMENT AUDIT

### MATERIAL WEAKNESS IN INTERNAL CONTROL

#### Item No. 2014-001 Patient Receivables

##### Auditor Comments

Condition: Fairview Treatment Center (Center) does not pursue collection on unpaid patient receivables. The Center accumulates charges associated with patient treatment to individual patient accounts and posts the related payments to the accounts as received from the patient or a third-party payor such as Medicaid or insurance companies. However, the Center does not attempt collection for any amounts that remain unpaid.

Also, the Center charges a \$60 intake fee to all non-Medicaid patients but has not implemented a process to monitor any unpaid balances.

Criteria: Internal control is a process designed to provide reasonable assurance about the achievement of objectives with regard to reliability of financial reporting, effectiveness and efficiency of operations, and compliance with applicable laws and regulations. The policies and procedures would include those pertaining to the Center's ability to record, process, summarize, and report patient receivables consistent with the assertions embodied in the financial statements.

Effect: The Center's allowance for uncollectible balances is 90% of the amounts due from patients.

Cause: The cause of the condition is the failure to design and implement policies and procedures necessary to assure that patient receivables are timely collected.

Recommendation: The Center should implement policies and procedures necessary to record and process patient charges as those charges are earned and collect or attempt collection on unpaid balances on a timely basis.

##### Management's Response

Fairview Treatment Center has developed a new policy regarding the recording, processing and collection of patient receivables. We are working closely with management of the Center to insure collection attempts on unpaid balances are pursued on a timely basis.

## NONCOMPLIANCE

### ITEM NO. 2014-002 Budget Monitoring

#### Auditors' Comments

Condition: During the course of the audit for the year ended December 31, 2014, it was noted that several of the Parish's individual funds needed budget amendments that were not made.

Criteria: State Statute require that budgets be amended when actual revenues are less than budgeted revenues by five percent or more or actual expenditures exceed budgeted expenditures by five percent or more. These conditions are explained in detail below.

Effect: Failure to amend budgets to recognize anticipated shortfalls in funds prevents the governmental body from effectively curtailing projects and/or services in accordance with actual available resources.

Cause: Although the cause of the above condition was not fully determined the following appears to have a significant effect. Although the Parish makes accruals for payables and receivables at year end, adjustments are not made in the interim period. When significant differences exist between payables and receivables from year to year, the amount of funds that appear to be available or costs that appear to have been incurred can be distorted. Failure to recognize the effect of these differences can lead to variances between budgeted and actual activity.

Recommendation: The Council should fine tune its ongoing budget monitoring program to periodically consider accruals for major revenues and expenditures.

A more detailed description of the conditions and criteria is presented below:

Auditors' Detailed Comments

Notification was not made and the following budgets were not amended although actual revenues were less than budgeted revenues by five percent or more:

<u>Funds</u>	<u>Actual Amount</u>	<u>Budgeted Amount</u>	<u>Variance</u>	<u>Percent</u>
General Fund	\$6,977,905	\$7,564,055	\$586,150	7.7%
Job Readiness Fund	60,018	65,100	5,082	7.8%
Jessie B Hayes Memorial Boat Landing Fund	1,990	2,500	510	20.4%
DWI Court	108,867	120,000	11,133	9.3%
OJP Enhancement Grant	38,639	88,900	50,261	56.5%
Claire House	612,519	688,937	76,418	11.1%

Notification was not made and the following budgets were not amended although actual expenditures exceeded budgeted expenditures by five percent or more:

<u>Funds</u>	<u>Actual Amount</u>	<u>Budgeted Amount</u>	<u>Variance</u>	<u>Percent</u>
Juror Compensation Fun	\$84,871	\$42,000	\$42,871	102.1%
Job Readiness Fund	104,382	88,790	15,592	17.6%
Local Law Enforcement Block Grant Fund #2	21,000	19,065	1,935	10.1%

Management's Response:

We continually monitor budgeted and actual amounts throughout the year and during the budget amendment process we strive to project amounts as close as possible to anticipated year end results. With the lead time required for ordinance introduction and layover, as prescribed in our Parish Charter, it is sometimes difficult to anticipate revenues and expenditures through year end. Budget variances will continue to be monitored on a monthly basis and budget adjustments will be recommended to the Council when variances exceed the percentages as specified in the budget ordinance.

ITEM NO. 2014-003 FUND DEFICITS

Auditors' Comments

Condition: During the course of the audit it was noted that three funds had deficit fund balances.

Criteria: State statute prohibits expending amounts in excess of fund balance, revenues, and other financing sources.

Effect: Violation of state statute.

Cause: For the special revenue funds, the Council expended amounts in excess of fund balance, revenues, and other financing sources.

Recommendation: A detailed study should be made to develop additional or alternative funding sources or to consider reallocating existing funding.

The following individual funds were in violation of state statutes and had deficit fund balances at year end:

<u>Fund</u>	<u>Deficit Amount</u>
<u>Special Revenue Fund</u>	
DWI Court	\$(8,858)
Local Law Enforcement Block Grant Fund #2	(1,233)
OJP Enhancement Grant Fund	(1,549)

Management's Response:

The fund deficit in the DWI Court Fund will be funded either by future revenues or a transfer from the DWI patient Fee Fund. The fund deficits in the Local Law Enforcement Block Grant Fund #2 and the OJP Enhancement Grant Fund will be funded by future revenues.

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS  
AUDIT

NONE

SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND RELATED CORRECTIVE  
ACTION PREPARED BY MANAGEMENT OF ST. MARY PARISH COUNCIL

Items of Noncompliance

Item No. 2013-1 Budget Monitoring

Condition: During the course of the audit for the year ended December 31, 2013, it was noted that several of the Parish's individual funds needed budget amendments that were not made.

Corrective Action: This has not been corrected.

Item No. 2013-2 Fund Deficits

Condition: During the course of the audit, it was noted that certain funds had deficit fund balances.

Corrective Action: This has not been corrected.

Internal Control and Compliance Material to Federal Awards

NONE

# ST. MARY PARISH GOVERNMENT

PAUL P. NAQUIN, JR., PRESIDENT

FIFTH FLOOR - COURTHOUSE

FRANKLIN, LOUISIANA 70538-6198



HENRY "BO" LAGRANGE  
CHIEF ADMINISTRATIVE OFFICER



DIRECTOR OF FINANCE  
PAUL J. GOVERNALE, CPA, CGFM



DIRECTOR OF PERSONNEL  
DONNA L. McDONALD



DIRECTOR OF PLANNING AND ZONING  
TAMMY LUKE



DIRECTOR OF PUBLIC WORKS  
GEORGE MIKHAEL, P.E., MSCE



DIRECTOR OF ECONOMIC DEVELOPMENT  
FRANK G. FINK



DIRECTOR OF HOMELAND SECURITY  
AND EMERGENCY PREPAREDNESS  
DUVAL H. ARTHUR, JR., LEM



FRANKLIN  
(337) 828-4100

FAX (337) 828-4092

E-mail: [admin@stmaryparishla.gov](mailto:admin@stmaryparishla.gov)

OFFICE HOURS  
8:00 A.M. TO 12:00 P.M.  
1:00 P.M. TO 4:30 P.M.

June 17, 2015

Mr. Daryl G. Purpera, CPA, CFE  
Legislative Auditor, State of Louisiana  
P.O. Box 94397  
Baton Rouge, LA 70804-9397

Dear Mr. Purpera:

The St. Mary Parish Government respectfully submits the following corrective action plan relative to findings in the audit for the year ended December 31, 2014:

Findings – Financial Statement Audit  
Material Weakness In Internal Control

Item No. 2014-001 Patient Receivables

Management's Response:

Fairview Treatment Center has developed a new policy regarding the recording, processing and collection of patient receivables. We are working closely with management of the Center to insure collection attempts on unpaid balances are pursued on a timely basis.

Noncompliance

Item No. 2014-002 Budget Monitoring

Management's Response:

We continually monitor budgeted and actual amounts throughout the year and during the budget amendment process we strive to project amounts as close as possible to anticipated year end results. With the lead time required for ordinance introduction and layover, as prescribed in our Parish Charter, it is sometimes difficult to anticipate revenues and expenditures through year end. Budget variances will continue to be monitored on a monthly basis and budget adjustments will be recommended to the Council when variances exceed the percentages as specified in the State Statute.

Mr. Daryl G. Purpera, CPA, CFE  
Legislative Auditor  
State of Louisiana

Item 2014-003 Fund Deficits

Management's Response:

The deficit in the DWI Court Fund, will be funded either by future revenues or transfers from the DWI Patient Fee Fund. The deficits in the Local Law Enforcement Block Grant Fund #2, and the OJP Enhancement Grant Fund will be funded by future revenues.

Any questions concerning this corrective action plan should be directed to Mr. Paul J. Governale, Director of Finance, or Mr. Henry C. LaGrange, Chief Administrative Officer.

Sincerely,

A handwritten signature in cursive script that reads "Paul J. Governale".

Paul J. Governale, CPA, CGFM  
Director of Finance  
St. Mary Parish Government